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kofola

HALF-YEAR REPORT

kofola s.a. group for the first half of 2013

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1.1 Description of the KOFOLA S.A. Group

The KOFOLA S.A. GROUP is one of the leading producers of non-alcoholic beverages in Central Europe. The Group operates in the Czech Republic, Slovakia, Poland and in Russia.

OUR MISSION AND GOAL

We are KOFOLA. With passion we strive for what is truly important in life: to love, to live healthily and always look for new challenges.

2013 AWARDS

***Czech TOP 100* –** Kofola a.s. Czech Republic, the fifth most admired company in the Czech Republic in 2012.

Kofola a.s. Czech Republic was awarded a Superbrands 2013 title for ***Kofola*** and ***Jupík*** brands.

Kofola a.s. Slovakia was awarded a Superbrands 2013 title for ***Kofola, Rajec*** and ***Vinea*** brands.

Kofola a.s. Czech Republic and Kofola a.s. Slovakia were awarded the Consumers Choice 2013 title – ***The best new product of 2013*** for fruit juice-flavoured Rajec, Vinea and Pickwick Ice Tea brands.

Czech TOP 100 – Kofola a.s. Czech Republic chosen the Most Innovative Company of 2013 in the Czech Republic.

Hoop Polska Sp. z o.o. awarded the title of the ***Best Product Offered in Biedronka Retail Chain*** – Polaris Vital.

Hoop Polska Sp. z o.o. awarded the title in the category of ***Biedronka's Customers' Favourite Beverage*** for Cola Original 2 l.

WE ARE PROUD OF OUR SUCCESSES…

1 THE DIRECTORS' REPORT ON THE ACTIVITIES OF THE KOFOLA S.A. GROUP

COMPANIES OF THE KOFOLA S.A. GROUP AS AT 30 JUNE 2013

Holding companies:

- **KOFOLA S.A.** – Kutno (PL)
- **Kofola ČeskoSlovensko a.s.** – Ostrava (CZ)
- **UGO Juice s.r.o.** – Krnov (CZ)
- **Alofok Ltd** – Limassol (CYP)

Production and trading companies:

- **Kofola a.s.** – Krnov, Mnichovo Hradiště, Prague (CZ)
- **Kofola a.s.** – Rajecká Lesná, Bratislava (SK)
- **Hoop Polska Sp. z o.o.** – Kutno, Bielsk Podlaski, Grodzisk Wielkopolski, Warszaw (PL)
- **OOO Megapack** – Moscow, Promozno, Widnoje, Moscow Region (RU)
- **Pinelli spol. s r.o.** – Krnov (CZ)
- **UGO Trade s.r.o.** – Krnov (CZ)

Distribution companies:

- **OOO Trading House Megapack** – Moscow, Widnoje, Moscow Region (RU)
- **PCD Hoop Sp. z o. o.** – Koszalin (PL)
- **STEEL INVEST Sp. z o. o.** – Kutno (PL)

Transport companies:

- **Santa-Trans s. r. o.** – Krnov (CZ)

OUR MAIN BRANDS IN 2013

THE GROUP'S STRUCTURE AND CHANGES THEREIN IN THE REPORTING PERIOD

As at 30 June 2013 the Group comprised the following entities:

	Company Name	Headquarters	Range of activity	Consolidation method	Direct or indirect % part in share capital	% part in voting rights
1.	KOFOLA S.A.	Poland, Kutno	holding	acquisition accounting		
2.	Kofola ČeskoSlovensko a.s.	Czech Republic, Ostrava	holding	acquisition accounting	100.00%	100.00%
3.	Hoop Polska Sp. z o.o.	Poland, Kutno	production of non-alcoholic beverages	acquisition accounting	100.00%	100.00%
4.	Kofola a.s.	Czech Republic, Krnov	production and distribution of non-alcoholic beverages	acquisition accounting	100.00%	100.00%
5.	Kofola a.s.	Slovakia, Rajecká Lesná	production and distribution of non-alcoholic beverages	acquisition accounting	100.00%	100.00%
6.	Santa-Trans s.r.o.	Czech Republic, Krnov	road cargo transport	acquisition accounting	100.00%	100.00%
7.	OOO Megapack	Russia, Widnoje	production of non-alcoholic and low-alcoholic beverages	equity accounting	50.00%	50.00%
8.	OOO Trading House Megapack	Russia, Widnoje	sale and distribution of non-alcoholic and low-alcoholic beverages	equity accounting	50.00%	50.00%
9.	Pomorskie Centrum Dystrybucji HOOP Sp. z o.o.	Poland, Koszalin	wholesale of non-alcoholic and low-alcoholic beverages, activity extinguished in 2011	acquisition accounting	100.00%	100.00%
10.	Alofok Ltd	Cyprus, Limassol	holding	acquisition accounting	100.00%	100.00%
11.	PINELLI spol. s r.o.	Czech Republic, Krnov	trademark licensing	acquisition accounting	100.00%	100.00%
12.	UGO Trade s.r.o.	Czech Republic, Krnov	production of non-alcoholic beverages	acquisition accounting	75.00%	75.00%
13.	UGO Juice s.r.o.	Czech Republic, Krnov	holding	acquisition accounting	75.00%	75.00%
14.	STEEL INVEST Sp. z o.o.	Poland, Kutno	does not conduct currently any business activity	acquisition accounting	100.00%	100.00%

1 THE DIRECTORS' REPORT ON THE ACTIVITIES OF THE KOFOLA S.A. GROUP

The parent company – **KOFOLA S.A.** ("the Company", "the Issuer") with its registered office in Kutno, 99-300, ul. Wschodnia 5. At this time the Company's functions consist primarily of management and ownership of all of the entities belonging to the KOFOLA S.A. Group.

The subsidiary – **Hoop Polska Sp. z o.o.** with its registered office in Kutno 99-300, ul. Wschodnia 5, in which the KOFOLA S.A. holds 100% of shares. The company's main area of activities is the production and sale of non-alcoholic beverages.

The subsidiary – **Kofola ČeskoSlovensko a.s.** is a company that manages the Group and at the same time the parent company of the Kofola ČeskoSlovensko a.s. Group, with its registered office in Ostrava, Nad Porubkou 2278/31A, 708 00 Ostrava - Poruba, the Czech Republic, in which KOFOLA S.A. holds 100% of shares in the share capital.

The Kofola ČeskoSlovensko a.s. Group comprises the following entities:

- Kofola ČeskoSlovensko a.s. – the parent company – registered in the Czech Republic performing management and control of the other entities comprising the KOFOLA S.A. Group,
- Kofola a.s. (CZ) – a company registered in the Czech Republic, with main activities consisting of the production and distribution of beverages on the territory of the Czech Republic,
- Kofola a.s. (SK) – a company registered in Slovakia, with main activities consisting of the production and distribution of beverages on the territory of Slovakia,
- Santa-Trans s.r.o. (CZ) – a company registered in the Czech Republic, with main activities consisting of road cargo transport provided mainly to the Kofola a.s. (Czech Republic),
- Pinelli spol. s r.o. (CZ) – a company registered in the Czech Republic, in which the Kofola a.s. (CZ) holds 100% of shares. At present Pinelli spol. s r.o. owns Semtex and Erektus trademarks,
- UGO Juice s.r.o. (CZ) – a company registered in the Czech Republic, where the Kofola ČeskoSlovensko a.s. (CZ) holds 75% of shares. The company was acquired on 1 December 2012 and therefore these financial statements do not include financial data for the comparative period. The Company executes management and control over the UGO Trade s.r.o.,
- UGO Trade s.r.o. (CZ) – a company registered in the Czech Republic, where UGO Juice s.r.o. (CZ) holds 100% of shares. The company's main area of activities is the production of non-alcoholic beverages. The company was acquired on 1 December 2012 and therefore these financial statements do not include its financial data in the comparative period.

An associate – **the Megapack Group**, with its holding company OOO Megapack with its registered office in Promozno, Widnoje, Leninskiy District, Moscow Region, the Russian Federation, where KOFOLA S.A. holds 50% of shares in the share capital. The main activities of the Megapack Group are the provision of beverage bottling services to third parties, production of own beverages, as well as their distribution on the territory of the Russian Federation. In 2012, KOFOLA S.A. Group had the power to control the financial and operating policies of the Megapack Group, and as such it consolidated its financial results using the acquisition method. In accordance with the binding Statute, the General Director of this company is selected by the Shareholders' Meeting, with the KOFOLA S.A. having the deciding vote in this matter until 31 December 2012. Due to the fact that, with the end of 31 December 2012, the shareholders' agreement giving the KOFOLA S.A. the deciding vote in choosing the General Director of the OOO Megapack expired; since 1 January 2013, the KOFOLA S.A. and the Russian shareholders have joint control over the company, and thus according to IAS 31, the KOFOLA S.A. Group consolidates the Megapack Group using the equity method. KOFOLA S.A. will continue to pursue ownership supervision over the activities of the associate by the right to appoint two of the four members of the Board of Directors of OOO Megapack.

A subsidiary – **Pomorskie Centrum Dystrybucji HOOP Sp. z o.o.** with its registered office in Koszalin, 75-209, BoWiD street 9e, in which the KOFOLA S.A. holds 100% of shares and has 100% of votes at Shareholders' Meeting. The main activities of PCD HOOP Sp. z o.o. was of the wholesale of beverages. After the sale of its assets, the company's activities were extinguished.

STEEL INVEST Sp. z o.o. – since 17 June 2012 registered in Kutno, in which the KOFOLA S.A. acquired 100% of share capital on 28 March 2012. At present, the company does not conduct any business operations apart from debt collection.

Alofok Ltd. – the Group member company since 5 February 2013, with its registered office in Limassol, Cyprus, where KOFOLA S.A. holds 100% of share capital. The company does not conduct currently any business activity.

Santa-Trans.SK s.r.o. (SK) - a company registered in Slovakia, with main activities consisting of road transport provided mainly to the Kofola a.s. (Slovakia). The shares in Santa –Trans SK s.r.o. were disposed of on 16 April 2013. The company was consolidated using the acquisition accounting. These financial statements include only financial data for the period ended 31 March 2013 as no transaction which would significantly influence the Group's financial situation took place between 1 April 2013 and the disposal date.

An associate – **Transport – Spedycja – Handel - Sulich Sp. z o. o.** with its registered office in Bielsk Podlaski, of which the KOFOLA S.A. holds 50% and has 50% of votes at Shareholders' Meeting. The company's activities consist of road cargo transport and spedition. The shares in TSH Sulich Sp. z o.o. were disposed of on 8 March 2013. This company was consolidated using the equity method.

Kofola Sp. z o.o. – a company registered in Poland, whose main activity was renting of the production line in Kutno to Hoop Polska Sp. z o.o. The company was part of the Kofola ČeskoSlovensko a.s. Group and, as a result of the merger with the Kofola ČeskoSlovensko a.s., it ceased its activities on 29 December 2012. The Company's data was presented for the comparative period only.

Kofola Zrt. in liquidation (HU) – the company ceased its business operations. On 9 August 2012, the Management Board of the KOFOLA S.A. received information from the Court about a final decision on removal its subsidiary - Kofola Zrt. in liquidation with its registered office in Budapest, Hungary from the court register. The above mentioned decision formally ended the liquidation process of the subsidiary commenced with an application from 1 February 2009. Data presented for comparative periods only.

1.2 Most significant events in the KOFOLA S.A. Group in the period from 1 January 2013 to the preparation of the present financial statements

DISCONTINUED CONSOLIDATION OF THE MEGAPACK GROUP IN RELATION TO CHANGE OF MANAGEMENT METHOD

As the agreement giving KOFOLA S.A. the deciding vote in choosing the General Director of its subsidiary OOO Megapack expired by the end of December 2012, beginning from 1 January 2013 both KOFOLA S.A. and the Russian shareholders have joint control over the company and thus according to IAS 31, KOFOLA S.A. recognizes the Megapack Group using the equity method. KOFOLA S.A. will continue to pursue ownership supervision over the activities of the associate (after transfer of its share to Alofok Ltd it will become indirect associate) by the right to appoint two of the four members of the Board of Directors of OOO Megapack.

ESTABLISHMENT OF ALOFOK LTD AND CONTRIBUTION OF OOO MEGAPACK SHARES

KOFOLA S.A. acquired 100% of shares in a subsidiary Alofok Ltd with its registered office in Limassol, Cyprus on 5 February 2013. The fair value of acquired assets amounted PLN 8 thousand (EUR 2 thousand). After the balance sheet date, a contribution of all shares held in OOO Megapack by KOFOLA S.A. into Alofok Ltd with fair value of PLN 58 876 thousand was registered. The share capital of Alofok Ltd. increased to PLN 40 thousand (EUR 10 thousand). The surplus of the fair value of OOO Megapack shares over the share capital increase was allocated to other capital of Alofok Ltd.

SALE OF SHARES IN AN ASSOCIATE – TSH SULICH SP. Z O.O.

KOFOLA S.A. disposed of all of its shares in associate Transport Spedycja Handel SULICH Sp. z o.o. on 8 March 2013. This transaction had no influence on the Group's results for the first half of 2013.

SALES OF SHARES IN A SUBSIDIARY – SANTA-TRANS.SK S.R.O.

A subsidiary, Kofola ČeskoSlovensko a.s. based in Ostrava sold 100% of its shares in Santa-Trans.SK s.r.o. based in Rajec, Slovakia to Mamenato Steal a.s. based in Ostrava on 16 April 2013.

CREDIT AGREEMENTS

On 22 April 2013, Hoop Polska sp. z o.o. entered into Investment loan and overdraft agreement with Bank Millenium S.A. Warsaw and Bank BPH S.A. Krakow for the total amount of PLN 72 000 thousand comprising two investment loans of PLN 16 000 thousand each and two overdrafts of PLN 20 000 thousand each. The purpose of the agreement is to guarantee financing of the current activity of Hoop Polska Sp. z o.o. in the upcoming years and to refinance a debt existing as at 30 April 2013 resulting from a term loan and overdraft.

The due date of all newly acquired loans was set on 22 April 2017. All loans bear variable interest rates and margins were determined at standard market conditions.

CHANGES IN MANAGEMENT BOARD OF KOFOLA S.A.

Based on the resolution No. 12 from 24 June 2013, the Supervisory Board of KOFOLA S.A. have appointed two following new members of the Management Board for a five-year term: Daniel Buryš and Marián Šefčovič. The term of the remaining members of the Management Board was prolonged by another five years.

A DIVIDEND PAYMENT RESOLUTION FOR SHAREHOLDERS OF KOFOLA S.A.

According to Resolution No. 17 from 24 June 2013 the Ordinary General Meeting of KOFOLA S.A. designated the net profit generated by the KOFOLA S.A. in 2012, in the amount of PLN 11 755 thousand and the amount of PLN 11 536 thousand derived from the dividend fund for the payment of dividends.

Shares from each series (A, B, C, D, E, F, G) excluding own shares, will be part of the dividend that amounts to PLN 0.89 per share. The dividend date was set for 24 September 2013 and the payment of the dividend was set for 6 December 2013. The amount of the declared dividend of PLN 23 291 thousand is presented in the short-term liabilities in the item 'Other financial liabilities'.

OWN SHARES REDEPTION PROGRAMME

In accordance with Resolution No. 20 from 24 June 2013 the Ordinary General Meeting of KOFOLA S.A. authorized, under the conditions and within the limits set out in the adopted resolution, the Management Board of KOFOLA S.A. to purchase its own shares for cancellation and thus reduction of the share capital of the KOFOLA S.A. The total number of shares covered by the Redemption Programme will be no more than 116 108 shares, which constitutes approximately 0.45% of the share capital, the resources allocated to the Programme may not exceed PLN 930 thousand and the price of acquired shares cannot exceed PLN 40. Under the agreement from 16 July 2013, the Dom Maklerski Copernicus Securities S.A. mediates in buying shares by purchasing them on its own account, from which KOFOLA S.A. will redeem its own shares in the future.

RESOLUTION ON THE CREATION OF RESERVE FUND FOR ACQUISITION OF THE KOFOLA S.A. OWN SHARES

According to Resolution No 21 from 24 June 2013 the Ordinary General Meeting of KOFOLA S.A. decided to establish reserve capital from the dividend fund surplus in 'Supplementary capital' to cover the total amount of own shares acquired by the Company (pursuant to Resolution No. 20 from 24 June 2013) in the amount of PLN 930 thousand.

RESOLUTION ON CANCELLATION OF OWN SHARES AND REDUCTION OF SHARE CAPITAL

According to Resolutions No. 18 and 19 from 24 June 2013 the Ordinary General Meeting of the KOFOLA S.A. decided on the cancellation of 2 599 ordinary shares acquired within the share redemption programme completed by the end of 2012 and decided on the reduction of the share capital by PLN 2 599 to PLN 26 170 003. As at the date of publication of this report, the change has not been registered by the Court.

1.3 Description of operating results and financial position

Presented below is a description of the financial position and results of the KOFOLA S.A. Group for the first half of 2013. It should be reviewed along with the consolidated financial statements and with other financial information presented in present report and the annual report published on 18 March 2013.

To better introduce the Group's financial position, in addition to the reviewed consolidated financial information prepared in accordance with the accounting methods arising out of International Financial Reporting Standards, the Management also presents the consolidated financial results prepared for the Group management purposes, adjusted for one-off events, mostly of a non-monetary nature and translated using the same exchange rate.

Due to significant differences in the CZK, EUR and RUB exchange rates to the Polish Zloty between the first half of 2013 and the same period of 2012, in order to present better comparability of the results, the financial statements of the Group's Czech, Slovak and Russian companies for the first half of 2012 have been translated into the Polish zloty using the exchange rates from the first half of 2013. Information about rates used for translation purposes can be found in Note 4.3. The consolidated financial information presenting data translated using exchange rates for the given period is presented in the second part of the present report.

It should be noted that comparative data relating to the Megapack Group has been presented separately in the income statement as discontinued consolidation. This reclassification is related to the loss of control as at 1 January 2013 over the Megapack Group and is in line with the requirements of IFRS 5. Detailed information is presented in Note 4.6 to the consolidated financial information. Beginning from 1 January 2013, the Megapack Group is presented within Tangible fixed assets as Investments in associate, while the share in profit received from associate is presented in the income statement within financial items. It should be remembered that comparative data presented in Note 1.3 includes changes of presentation of the Megapack Group as discontinued consolidation and presentation changes to financial statements (Note 4.6). This data has been translated using the average exchange rates for the first half of 2013.

It should also be noted that only in Note 1.3 the comparative data have been converted at the exchange rate applicable for the first half of 2013. In all other notes the data for the comparative period have been recalculated at the historical rate.

Selected financial highlights	Reported 1.1.2012 - 30.6.2012	Reported as comparative information for the consolidated financial information for 2013 (take into account the change in the presentation of the Megapack Group and other changes in presentation) 1.1.2012 - 30.6.2012*	Reported adjusted by one-off events 1.1.2012 - 30.6.2012 **	Adjusted recalculated*** 1.1.2012 - 30.6.2012 - comparative data for management purposes
Continuing operations				
Revenues	689 884	521 396	521 396	515 128
Cost of sales	(483 663)	(336 148)	(336 148)	(332 921)
Gross profit	**206 221**	**185 248**	**185 248**	**182 207**
Selling, marketing and distribution costs	(139 040)	(128 359)	(128 359)	(126 466)
Administrative costs	(31 775)	(25 993)	(25 993)	(25 360)
Other operating income/(expenses), net	16	23	1 693	1 680
Operating result	**35 422**	**30 919**	**32 589**	**32 061**
EBITDA	**76 326**	**67 629**	**69 299**	**68 405**
Net financial expenses	(9 413)	(8 612)	(8 612)	(8 882)
Income tax	(10 262)	(8 398)	(8 398)	(8 304)
Net profit on continuing activity	**15 747**	**13 909**	**15 579**	**14 875**
Discontinued consolidation				
Net profit for the period on discontinued consolidation	**-**	**919**	**919**	**893**
Net profit for the period	**15 747**	**14 828**	**16 498**	**15 768**
- assigned to the shareholders of the parent company	14 828	14 828	16 498	15 768

* results published for the first half of 2012 were adjusted by presentation changes described in note 4.6 and reclassification changes related to the discontinued consolidation of the Megapack Group.

** in the first half of 2012, the operating result, EBITDA and net profit were influenced by one-off costs relating to impairment write down of fixed assets in the amount of PLN 1 670 thousand.

*** results reported as comparative data in the first half of 2013 recalculated for use of this report at the exchange rates effective in the first half of 2013 for better comparability

In the Management's opinion, the consolidated financial information adjusted by one-off events provide a better comparability of the KOFOLA S.A. Group's results between the periods; but from a formal standpoint, the consolidated financial information, presented in the second section of this report, are reported.

One-off items constitute all extraordinary items, exceptional items, non-recurring or unusual in nature, including in particular results from the sale of fixed assets and financial assets, costs not arising from ordinary operations, such as those associated with impairment allowances for fixed assets, financial assets, goodwill and intangible assets, relocation costs and the costs of group layoffs, etc.

The operating profit of the KOFOLA Group S.A. in the first half of 2013 was affected by a one-off event representing profit from disposal of fixed assets in the amount of PLN 1 816 thousand and related tax effect of PLN 106 thousand and sale of a subsidiary Santa-Trans.SK s.r.o., from which the Group recorded a positive financial result of PLN 2 092 thousand. The profit from sale of the company is not subject to income tax as the Group owned it for more than one year. The result for the period after one-off adjustments is presented in the table below:

Selected financial data for the period 1.1.2013 - 30.6.2013	Consolidated financial statements under IFRS	One-off adjustments	Adjusted financial statements for management purposes
Continuing operations			
Revenue	504 082	-	504 082
Total cost of sales	(345 472)	-	(345 472)
Gross profit	**158 610**	**-**	**158 610**
Selling, marketing and distribution costs	(115 964)	-	(115 964)
Administrative costs	(22 479)	-	(22 479)
Other operating income/(expense), net	4 856	(1 816)	3 040
Operating result	**25 023**	**(1 816)**	**23 207**
EBITDA	**60 740**	**(1 816)**	**58 924**
Financial expense, net	(7 524)	(2 092)	(9 616)
Income tax	(4 162)	106	(4 056)
Net profit on continuing operation	**13 337**	**(3 802)**	**9 535**
Discontinued consolidation			
Net profit for the period on discontinued consolidation	(849)	-	(849)
Net profit for the period	**12 488**	**(3 802)**	**8 686**
- assigned to the shareholders of the parent company	12 531	(3 802)	8 729

SUMMARY OF RESULTS IN THE PERIOD OF SIX MONTHS ENDED 30 JUNE 2013

In assessing the KOFOLA S.A. Group's financial performance achieved in the reported period, the market environment needs to be taken into account as it has an impact on the results obtained:

- Persistent winter and heavy rainfall in May and June had a negative effect on the demand for the Group's products.
- Aggressive price campaigns conducted by competitors especially in the cola and syrup segment.
- Consumers continued to have a high level of uncertainty, and therefore they were looking for savings in their shopping carts by limiting their consumption spending or by choosing cheaper products.
- Rising level of unemployment, economic slowdown and high energy prices had an adverse effect on the level of disposable income, which affected the contents of shopping carts, the tendency to seek sales and high promotional activity by our competitors and retailers in all markets where we operate.
- Decrease in consumption in the high-margin gastro segment.
- Transfer of sales from traditional to modern sales channel in Russia and from retail chain stores to food discount chains in Poland.
- Consolidations in the distributors market that negatively influence trading conditions and worsening of financial standing of smaller food wholesalers in particular.
- High prices of white sugar as compared to 2012.
- Weakening Czech Crown against EUR which influenced the purchase prices of raw materials.

Below, we describe the changes that have taken place in the main items of the consolidated financial statements:

- **Revenues from continuing operations** decreased from PLN 515 128 thousand in the first half of 2012 to PLN 504 082 thousand in the reported period, i.e. by PLN 11 046 thousand (2.1%).
- **Gross profit from continuing operations** amounted to PLN 158 610 thousand and it was lower by PLN 23 597 thousand (13.0%) compared to PLN 182 207 thousand reached in the comparative period.
- **Adjusted operating profit (EBIT) from continuing operations** decreased from PLN 32 061 thousand to PLN 23 207 thousand, i.e. by PLN 8 854 thousand (27.6%).
- **Adjusted EBITDA from continuing operations (operating profit plus depreciation and amortisation)** decreased from PLN 68 405 thousand to PLN 58 924 thousand, i.e. by PLN 9 481 thousand (13.9%).
- Adjusted **EBITDA margin from continuing operations** decreased from 13.3% in the first half of 2012 to 11.7% in the same period in 2013.
- **Adjusted net profit attributable to equity holders of the parent company** decreased from PLN 15 768 thousand to PLN 8 729 thousand, i.e. by PLN 7 039 thousand (44.6%).
- Decrease in **gross financial debt from continuing operations** from PLN 304 803 thousand as at the end of June 2012 (translated to Polish Zloty at the exchange rate from 30 June 2013) to PLN 267 614 thousand as at 30 June 2013, i.e. by PLN 37 189 thousand (12.2%).
- Decrease in **net financial debt from continuing operations** from PLN 277 319 thousand as at the end of June 2012 (translated to Polish Zloty at the exchange rate from 30 June 2013) to PLN 252 024 thousand as at 30 June 2013, i.e. by PLN 25 295 thousand (9.1%). The Group's net debt calculated as a multiple of 12-month adjusted EBITDA equalled to 2.09 at the end of June 2013 against 2.20 at the end of June 2012.
- Decrease in **net working capital from continuing operations** from PLN (2 206) thousand as at 30 June 2012 (translated to Polish Zloty at the exchange rate from 30 June 2013) to PLN (9 015) thousand as at 30 June 2013.
- **Cash flows generated from operating activities** (**continuing operations**) during the six months ended 30 June 2013 were PLN 44 646 thousand and were lower by PLN 16 866 thousand, i.e. by 27.4%, compared to cash flows generated in the same period of 2012.
- **Cash flows from investing activities (continuing operations)** for the period of six months ended 30 June 2013 were PLN (17 751) thousand and were lower by PLN 3 893 thousand, i.e. by 18.0% compared to the same period in 2012.
- **Cash flows from financing activities (continuing operations)** during the six months ended 30 June 2013 were PLN (27 245) thousand as compared to PLN (59 084) thousand in the same period of 2012.

POLAND

- In the period of six months ended 30 June 2013 (compared to the same period in 2012), Hoop Polska Sp. z o.o. recorded a decrease in revenues from sales to parties from outside the Group by PLN 8 263 thousand (3.4%). This decrease relates to both modern and traditional channels and results mainly from lower sales of carbonated and non-carbonated beverages which was partly compensated with increased sales of syrups.
- In the reported period of 2013 there were new products introduced to the Polish market: Hoop Cola 0.5l lemon, Hoop Cola 0.5l light, Hoop Cola with guarana 1l, cherry Hoop Cola 2l, Jupik fruit garden 0.33l, raspberry Jupik Water 0.5l.

CZECH REPUBLIC

- In the period of six months ended 30 June 2013 (compared to the same period in 2012), Kofola a.s. (Czech Republic) recorded a decrease in revenues from sales to parties from outside the Group by PLN 2 963 thousand (1.8%).
- In the reported period of 2013 Kofola a.s. (Czech Republic) reported a decrease in sales in the gastro sector which was partly compensated by the increase in the impulse sector. The Company's position in the retail segment maintained similar to the same period of 2012.
- Jupí Syrup still maintains its market leader position in the Czech Republic.
- An increase of market share for Jupík brand despite the decrease for the category itself on the market.
- During the reported period of 2013 the following new products were introduced to the Czech market: UGO - fresh fruit and vegetable juices, canned cherry flavoured Kofola 0.25 l, new flavours of Jupí syrups - apple and pear, new flavours of Rajec water - wild raspberry and red currant, Jupik Aqua sport kiwi and Semtex Champagne. Kofola also took over distribution of the French luxury waters Evian and Badoit. In the second quarter of 2013 Kofola launched the production of soft drinks for post-mix dispensers (RC Cola, Pickwick black tea with peach, Orangina and Vinea) and also started installation of these devices in the fast-food restaurants.

SLOVAKIA

- In the six month period ended 30 June 2013 (compared to the same period in 2012) Kofola a.s. (Slovakia) recorded a decrease in revenues from sales to parties from outside the Group by PLN 4 293 thousand (4.1%).
- In the reported period of 2013 Kofola a.s. (Slovakia) reported a decrease in sales in the gastro segment which was partly compensated by the increase in the impulse sector. The Company's position in the retail segment maintained similar to the same period of 2012.
- Kofola maintains its strong second position in the segment of cola type beverages. Rajec water strengthened its leader position among bottled waters (flavoured especially).
- Similarly to the Czech Republic, we also launched distribution of the following products in Slovakia: UGO - fresh fruit and vegetable juices, canned cherry flavoured Kofola 0.25 l, new flavours of Jupí syrups - apple and pear, new flavours of Rajec water - wild raspberry and red currant, Jupik Aqua sport kiwi. Kofola also took over distribution of the French luxury waters Evian and Badoit. In the second quarter of 2013 Kofola launched the of soft drinks for post-mix dispensers (RC Cola, Pickwick black tea with peach, Orangina and Vinea) and also started installation of these devices in the fast-food restaurants.

RUSSIA

- In Russia, in the reported period, sales revenues reached similar level as in the same period of 2012.
- In the first half of 2013, the Megapack Group increased its revenues from sales of own brand products by 8% as compared to the same period of 2012.

CONSOLIDATED INCOME STATEMENT

THE SIX-MONTH PERIOD ENDED 30 JUNE 2013 COMPARED TO THE SIX-MONTH PERIOD ENDED 30 JUNE 2012

Selected financial data	1.1.2013 - 30.6.2013	1.1.2012 - 30.6.2012*	Change 2013/2012	Change 2013/2012 (%)
Continued operations				
Revenue	504 082	515 128	(11 046)	(2.1%)
Cost of sales	(345 472)	(332 921)	(12 551)	3.8%
Gross profit	**158 610**	**182 207**	**(23 597)**	**(13.0%)**
Selling, marketing and distribution costs	(115 964)	(126 466)	10 502	(8.3%)
Administrative costs	(22 479)	(25 360)	2 881	(11.4%)
Adjusted other operating income / (expenses), net	3 040	1 680	1 360	81.0%
Adjusted operating result	**23 207**	**32 061**	**(8 854)**	**(27.6%)**
Adjusted EBITDA	**58 924**	**68 405**	**(9 481)**	**(13.9%)**
Adjusted financial expense, net	(9 616)	(8 882)	(734)	8.3%
Adjusted income tax	(4 056)	(8 304)	4 248	(51.2%)
Adjusted net profit on continuing operations	**9 535**	**14 875**	**(5 340)**	**(35.9%)**
Discontinued consolidation				
Net profit / (loss) for the period on discontinued consolidation	**(849)**	**893**	**(1 742)**	**(195.1%)**
Adjusted net profit for the period	**8 686**	**15 768**	**(7 082)**	**(44.9%)**
- assigned to the shareholders of the parent company	8 729	15 768	(7 039)	(44.6%)

Continuing operations	1.1.2013 – 30.6.2013	1.1.2012 - 30.6.2012*
Adjusted gross margin %	31.5%	35.4%
Adjusted EBITDA margin %	11.7%	13.3%
Adjusted EBIT margin %	4.6%	6.2%
Adjusted net profit/(loss) margin %	1.7%	3.1%
Adjusted net profit per share	0.3335	0.6025

** data recalculated using currency exchange rates for the period of six-months ended 30 June 2013*

Calculation principles:

Gross margin (%) *– gross profit for the period / net sales of products, services, goods and materials for the period*
EBITDA margin (%) – *(operating profit + depreciation and amortisation for the period) / net sales of products, services, goods and materials for the period*
EBIT margin (%) *– operating profit for the period / net revenues from sales of products, services, goods and materials for the period*
Net profit / (loss) margin (%) – *net profit attributable to shareholders of the parent company for the period / net sales of products, services, goods and materials for the period*
Net profit per share – *net profit attributable to shareholders of the parent company for the period / weighted average number of ordinary shares for the period*

REVENUE (CONTINUING OPERATIONS)

The consolidated revenue of the KOFOLA S.A. Group for the six-month period ended 30 June 2013 amounted to PLN 504 082 thousand, which constitutes a decrease by PLN 11 046 thousand (by 2.1%) compared to the same period of the previous year. The majority of this decrease (PLN 8 104 thousand) resulted due to weak first quarter effected by persistent, snowy winter. Revenues from the sale of finished products and services amounted to PLN 502 244 thousand, which constitutes 99.6% of total revenues. The change in revenues of the KOFOLA S.A. Group in the analysed period of 2013 as compared to the 2012 was mainly due to lower by PLN 8 263 thousand revenues of Hoop Polska Sp. z o.o. as compared to the same period of 2012, lower by PLN 4 293 thousand revenues of Kofola a.s. (Slovakia) and lower by PLN 2 963 thousand revenues of Kofola a.s. (Czech Republic). On the other hand, in the first half of 2013 the Group's sales increased by revenues in the amount of PLN 1 572 thousand arising from the UGO Group acquisition at the end of 2012. The decrease in revenues was mainly influenced by two factors: persistent winter and heavy rainfall in May and June which resulted in lower consumption in the most profitable gastro segment and an aggressive pricing policy of our competitors leading to lowering of prices.

The activities of the KOFOLA S.A. Group concentrate on the production of beverages in four market segments: carbonated beverages, non-carbonated beverages, mineral waters and syrups. Together these segments account for around 97.4% of the Group's sales revenues. Information about segments in 2012 included the low-alcohol beverages segment which comprised of alco-pops produced by the Megapack Group. As the Megapack Group has been treated as an associate since 1 January 2013, the KOFOLA S.A. Group is no longer presenting the low-alcohol beverages segment in this report.

The biggest share among the revenues in the analysed period of 2013 similarly as in the comparative periods represented the sales of carbonated beverages (54.8% and 56.8% of revenues from continuing operations in 2013 and 2012, respectively).

NET REVENUES OF THE GROUP'S MOST SIGNIFICANT ENTITIES (CONTINUING OPERATIONS)

Net revenues from the sales of products, goods and materials excluding the intragroup transactions	1.1.2013 – 30.6.2013	1.1.2012 - 30.6.2012*	change	% change
Hoop Polska Sp. z o.o.	232 805	241 068	(8 263)	(3.4%)
Kofola a.s. (CZ)	164 531	167 494	(2 963)	(1.8%)
Kofola a.s. (SK)	99 896	104 189	(4 293)	(4.1%)

* *data recalculated using currency exchange rates for the period of six-months ended 30 June 2013*

Revenues of HOOP Polska Sp. z o.o. realised in the six-month period ended 30 June 2013 were by PLN 8 263 thousand (3.4%) lower than in the comparative period. The decrease relates to the modern and traditional channel and was caused mainly by a decrease in sales of carbonated and non-carbonated beverages, which was partially compensated by an increase in revenues from the sale of syrups.

Revenues of Kofola a.s. (CZ) realised in the six-month period ended 30 June 2013 presented in the local currency decreased by PLN 2 963 thousand (1.8%). A decrease in sales of carbonated and non-carbonated beverages was partially compensated by an increase in revenues from the sale of syrups.

Revenues of Kofola a.s. (SK) realised in the six-month period ended 30 June 2013 presented in the local currency decreased by PLN 4 293 thousand (4.1%). This decrease resulted from a decrease in sales of carbonated and non-carbonated beverages.

To summarize the sales results of the first half of the year 2013, we can conclude that the level of income is negatively influenced by the overall difficult economic situation in Central Europe. Consumers searching for savings in all consumption areas results in producers finding it difficult to maintain the current levels of prices, margins and sold volumes.

COSTS OF SALES (CONTINUING OPERATIONS)

In the six-month period ended 30 June 2013 KOFOLA S.A. Group's consolidated costs of sales increased by PLN 12 551 thousand, i.e. 3.8%, to PLN 345 472 thousand from PLN 332 921 thousand in the same period of 2012. As percentage, the consolidated cost of sales for the six-month period ended 30 June 2013 constituted 68.5% of net sales revenues (64.6% in the same period of 2012). The higher level of costs of sales despite the decrease of revenues was caused by unfavourable trends in the sales structure i.e. an increase in sales of own brands and drinks in large packages and decrease in sales of the most profitable beverages in gastro segment. Additional negative factors were high price of white sugar and an unfavourable exchange rate of CZK/EUR which influenced the increase in prices of purchased raw materials.

SELLING, MARKETING AND DISTRIBUTION COSTS (CONTINUING OPERATIONS)

Consolidated selling, marketing and distribution costs in the six-month period ended 30 June 2013 decreased by PLN 10 502 thousand, i.e. 8.3% to PLN 115 964 thousand, from PLN 126 466 thousand in the same period of 2012. The decrease in selling, marketing and distribution costs was mainly due to optimization of logistic processes (closing of the Distribution Centre in Prague at the end of 2012 and change of the logistic operators in Slovakia).

ADMINISTRATIVE COSTS (CONTINUING OPERATIONS)

In the six-month period ended 30 June 2013 the consolidated administrative costs decreased by PLN 2 881 thousand, i.e. 11.4%, to PLN 22 479 thousand from PLN 25 360 thousand in the same period of 2012. The decrease in administrative costs is a result of the cost reduction programme in the whole Group including optimization of employment and concentration only on the most important projects and actions.

ADJUSTED OPERATING PROFIT (CONTINUING OPERATIONS)

Adjusted operating profit (EBIT) in the six-month period of 2013 decreased, from PLN 32 061 thousand in the six-month period of 2012 to PLN 23 207 thousand, i.e. by PLN 8 854 thousand (i.e. 27.6%.).

The adjusted operating profit margin (EBIT margin) in the six-month period ended 30 June 2013 reached 4.6% compared to 6.2% in the same period of 2012.

Reduced operating profit margin was primarily due to lower gross profit margin, which was partially compensated with further optimization of selling, marketing and distribution costs (logistics costs in particular) and administrative costs.

ADJUSTED EBITDA FROM CONTINUING OPERATIONS

The adjusted EBITDA (calculated as the operating profit plus depreciation and amortisation) from continuing operations decreased from PLN 68 405 thousand in the six-month period ended 30 June 2012 to PLN 58 924 thousand in the same period of 2013, i.e. by PLN 9 481 thousand (by 13.9%).

EBITDA margin in the first half of the 2013 was 11.7% compared to 13.3% reached in the first half of the 2012.

A decline in consolidated EBITDA and the EBITDA margin is a result of a lower than in the previous year level of consolidated revenues, revenues structure (larger share of revenues from discount chains and lower from gastro segment), price competition in the cola beverages and syrups categories, higher price of the sugar comparing to the previous year and an unfavourable exchange rate of CZK/EUR which influenced the increase in prices of purchased raw materials. Decrease in EBITDA in the reported period is attributable to Kofola a.s. (CZ) and Kofola a.s. (SK). At the same time the slight increase of this ratio was noticed for Hoop Polska Sp. z o.o.

ADJUSTED NET FINANCIAL EXPENSES (CONTINUING OPERATIONS)

In the six-month period ended 30 June 2013 the Group recorded net financial expenses of PLN 9 616 thousand compared to PLN 8 882 thousand in the same period of 2012 which is an increase of 8.3%.

ADJUSTED INCOME TAX (CONTINUING OPERATIONS)

Income tax expense decreased from PLN 8 304 thousand in the six-month period ended 30 June 2012 to PLN 4 056 thousand in the current period. This lower tax liability is related to a decline of profit before tax for individual Group companies. Adjusted tax rate decrease from 35.8% to 29.8%, i.e. by 6 p.p.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

It should be remembered that since 1 January 2013 the Megapack Group has been treated as investment in an associate, therefore the statement of financial position prepared as at 30 June 2013 and statement of financial position as at 30 June 2012 are not comparable. For the purpose of commenting on the changes in the statement of financial position a pro-forma statement of financial position has been prepared as at 30 June 2012, where the Megapack Group is presented as an investment in an associate with other statement of financial position items not including the Megapack Group data.

Selected financial data	30.6.2013	Pro-forma statement of financial position as at 30.6.2012 - Megapack as an associate	Reported recalculated 30.6.2012*	Change from pro-forma statement of financial position as at 30.6.2012	Change from pro-forma statement of financial position as at 30.6.2012 (%)
Total assets	**1 182 319**	**1 250 450**	**1 355 717**	**(68 131)**	**(5.4%)**
Fixed assets, out of which:	843 092	873 576	884 213	(30 484)	(3.5%)
Tangible fixed assets	*474 104*	*502 615*	*530 846*	*(28 511)*	*(5.7%)*
Intangible fixed assets	*195 451*	*192 930*	*214 034*	*2 521*	*1.3%*
Goodwill	*103 471*	*104 050*	*117 914*	*(579)*	*(0.6%)*
Investment in associates	*58 918*	*54 358*	-	*4 560*	*8.4%*
Deferred tax assets	*8 457*	*16 139*	*17 935*	*(7 682)*	*(47.6%)*
Current assets, out of which:	339 227	376 874	471 504	(37 647)	(10.0%)
Inventories	*120 033*	*133 259*	*157 303*	*(13 226)*	*(9.9%)*
Trade receivables and other receivables	*192 816*	*205 847*	*263 306*	*(13 031)*	*(6.3%)*
Cash and cash equivalents	*15 590*	*27 484*	*39 933*	*(11 894)*	*(43.3%)*
Total equity and liabilities	**1 182 319**	**1 250 450**	**1 355 717**	**(68 131)**	**(5.4%)**
Equity	539 451	544 813	544 813	(5 362)	(1.0%)
Long-term liabilities	162 715	155 047	160 382	7 668	4.9%
Short-term liabilities	480 153	550 590	650 522	(70 437)	(12.8%)

Ratios (CONTINUING OPERATIONS)	30.6.2013	30.6.2012*
Current ratio	0.71	0.68
Quick ratio	0.46	0.44
Total debt ratio	54.4%	56.4%
Net debt	252 024	277 319
Net debt / adjusted EBITDA **	2.09	2.20

* *translated using exchange rates as at 30 June 2013*
** *based on annualized adjusted EBITDA*

Calculation principles:

Current ratio *– current assets at the end of the period / current liabilities at the end of the period,*
Quick ratio *– current assets less inventory at the end of the period / current liabilities at the end of the period,*
Total debt ratio *- current and non-current liabilities at the end of the period / total assets at the end of the period,*
Net debt *– (long-term and short-term credits, loans and other sources of financing) less cash and cash equivalents.*

ASSETS

At the end of June 2013, the Group's fixed assets totalled PLN 843 092 thousand. Compared to 30 June 2012, the value of fixed assets decreased by PLN 30 484 thousand (i.e. 3.5%). This change was caused by depreciation and amortisation charges (annualized depreciation and amortisation charge) in the amount of PLN 72 875 thousand and acquisition of fixed assets in the value of PLN 42 391 thousand (between 1 July 2012 and 30 June 2013).

As at 30 June 2013, goodwill included the following items: goodwill arising from the merger of HOOP S.A. Group with Kofola SPV Sp. z o.o. Group, goodwill of Pinelli spol. s r.o. and goodwill of Klimo production plant taken over by Kofola a.s. (Czech Republic) in 2006.

The Group's current assets as at 30 June 2013 amounted to PLN 339 227 thousand. In the structure of current assets as at the end of June 2013 the biggest were: trade receivables and other receivables 56.8% of the total current assets and inventory making 35.4% of the total current assets. Compared to the end of June 2012, the value of current assets decreased by PLN 37 647 thousand. This decrease results from a decrease in inventory by PLN 13 226 thousand, a decrease in trade receivables by PLN 13 031 thousand and a decrease in cash and cash equivalents from continuing operations by PLN 11 894 thousand. The value of net working capital from continued operations calculated as the sum of inventory, trade receivables and other receivables less short-term trade liabilities and other liabilities as at 30 June 2013 was PLN (9 015) thousand compared to PLN (2 206) thousand as at 30 June 2012. The decrease of net working capital resulted from a lower level of trade receivables and inventories, compared to the same period of the previous year which covered the decrease in trade payables.

LIABILITIES

As at 30 June 2013, the Group's liabilities (total long- and short-term) amounted to PLN 642 868 thousand, which constitutes a PLN 62 769 thousand decrease compared to the end of June 2012. The decrease in liabilities resulted primarily from the decrease in bank debt and lower level of trade payables.

The debt rate (short- and long-term liabilities to total assets) from continuing operations amounted to 54.4% as at 30 June 2013 and decreased by 2.0 p.p. compared to 30 June 2012.

The Group's consolidated net debt from continuing operations (calculated as total long- and short-term liabilities relating to credits, loans, bonds, leases and other debt instruments less cash and cash equivalents) amounted to PLN 252 024 thousand as at 30 June 2013 which means a PLN 25 295 thousand decrease compared to the end of June 2012.

CONSOLIDATED CASH FLOW

For better comparability and for the needs of this section of the report, the pro-forma cash flows only relating to continuing operations are presented which therefore do not include financial data of the Megapack Group for either 2013 or 2012. Cash flows prepared in accordance with IFRS are disclosed in section 2 of this report. It has to be noted that the comparative data presented in the pro-forma cash flows were recalculated using the historical exchange rate. Comments presented in this section relate to the pro-forma statement only.

Pro-forma consolidated statement of cash flow – continuing operations	1.1.2013 – 30.6.2013	1.1.2012 - 30.6.2012	Change
Cash flow from operating activity			
Profit before tax on continuing operations	17 499	22 307	(4 808)
Adjustments for the following items:			
Non-cash movements			
Amortisation and depreciation	35 717	36 710	(993)
Net interest	7 441	9 875	(2 434)
Share in profit received from associates	3	-	3
Profit on sale of subsidiary	(2 092)	-	(2 092)
Change in the balance of provisions	(3 552)	(2 461)	(1 091)
Impairment of fixed assets	-	1 670	(1 670)
Remeasurement of puttable non-controlling interest	-	(300)	300
Other	(164)	-	(164)
Other currency differences from translation	362	4 474	(4 112)
Cash movements			
(Profit)/ loss on investment activity	(1 816)	(223)	(1 593)
Paid income tax	(4 926)	(3 041)	(1 885)
Changes in working capital			
Change in the balance of receivables	(43 137)	(43 462)	325
Change in the balance of inventories	(20 568)	(40 208)	19 640
Change in the balance of liabilities	60 343	75 778	(15 435)
Change in the balance of state subsidies	(464)	393	(857)
Net cash flow from operating activity	**44 646**	**61 512**	**(16 866)**
Cash flow from investing activity			
Sale of intangible and tangible fixed assets	1 927	284	1 643
Purchase of intangible and tangible fixed assets	(12 184)	(15 729)	3 545
Purchase of subsidiary, excluding cash from acquisition	(7 669)	(6 656)	(1 013)
Interest received	175	457	(282)
Net cash flow from investing activity	**(17 751)**	**(21 644)**	**3 893**
Cash flow from financial activity			
Repayment of financial leasing liabilities	(6 586)	(8 753)	2 167
Proceeds from loans and bank credits received	54 251	24 937	29 314
Proceeds from bonds issue	-	16 697	(16 697)
Repayment of loans and bank credits	(66 865)	(81 573)	14 708
Dividends paid to the shareholders of the parent company	-	-	-
Interest paid	(7 179)	(10 392)	3 213
Other	(866)	-	(866)
Net cash flow from financing activity	**(27 245)**	**(59 084)**	**31 839**
Net increase in cash and cash equivalents	(350)	(19 216)	18 866
Cash at the beginning of the period	**15 707**	**46 961**	**(31 254)**
Exchange differences on translation of cash	233	(372)	605
Cash at the end of the period	**15 590**	**27 373**	**(11 783)**

In the first half of 2013 the value of net consolidated cash flows was PLN (350) thousand and was by PLN 18 866 thousand higher compared to the previous period.

The value of the consolidated cash flow generated on operating activities in the six-month period ended 30 June 2013 amounted to PLN 44 646 thousand and was by PLN 16 866 thousand lower compared to the corresponding period of 2012. This change was influenced by lower than last year gross profit and unfavourable development of exchange rates from translation of consolidated companies' balances.

The value of consolidated net cash flow generated on investing activity in the six-month period ended 30 June 2013 amounted to PLN (17 751) thousand and was by PLN 3 893 thousand lower than in the corresponding period of 2012. Capital expenditure only amounted in the first half of 2013 to PLN 12 184 thousand compared to PLN 15 729 thousand in the first half of 2012.

The value of the consolidated cash flow on financing activities for the six-month period ended 30 June 2013 amounted to PLN (27 245) thousand compared to PLN (59 084) thousand in the same period of 2012, when substantial repayment of loans in the amount of PLN 81 573 thousand took place compared to PLN 66 865 thousand repaid in the first half of 2013. Moreover, as a result of the decrease in the net debt by PLN 25 296 thousand as compared with previous year, in the current half-year, the Group has paid less interest by PLN 3 213 thousand.

1.4 Segments

ESTIMATED POSITION OF KOFOLA S.A. GROUP ON THE RETAIL SOFT DRINKS MARKET

As at 30 June 2013, the companies of KOFOLA S.A. Group hold first position in the soft drinks market in the *Czech Republic* in syrups, second in cola-type drinks, second in children drinks, second in carbonated drinks, fourth in energy drinks, fifth in waters and fifth in non-carbonated drinks, in *Slovakia*, first position in waters market, second in children drinks, second in cola-type drinks, second in syrups, second in carbonated beverages and sixth in non-carbonated beverages market. In *Poland*, second position in syrups market, third in cola-type drinks, sixth in children drinks, sixth in non-carbonated beverages and seventh in carbonated beverages.

In *Russia*, Megapack company has only been visible in the local Moscow market. Due to the size of the Russian market, data of the company is not visible in the market statistics; therefore it is hard to establish its market position.

PRODUCTS

The KOFOLA S.A. Group offers its products in Poland, the Czech Republic, Slovakia and Russia as well as exports to a few other countries, mainly in Europe.

KOFOLA S.A. GROUP BRANDS IN 2013	
CARBONATED BEVERAGES	Kofola, RC Cola, Citrocola, Hoop Cola, Top Topic, Vinea, Orangina, Chito, Citronela Fruti, Mr. Max, Koe Chto
WATERS	Rajec, Arctic, Białowieski Zdrój, Grodziska, Badoit, Evian
NON-CARBONATED BEVERAGES	Jupí Fruit Drink, Top Topic, Snipp, Natelo
100% FRUIT JUICES AND NECTARS	Snipp, Eskimors, UGO
SYRUPS AND CONCENTRATES	Jupí, Paola, Super Barman
CHILDRENS' DRINKS	Jupík, Jupík Aqua, Jumper, Jupík Aqua Sport
ICE TEA	Pickwick Ice Tea, Hoop Ice Tea
ENERGY DRINKS	Semtex
LOW-ALCOHOL BEVERAGES (Russia)	Hooper`s Hooch, Black Mamba

Since the beginning of 2013, the portfolio of the Group's drinks has been extended by: lemon Hoop Cola light 0.5l, Hoop Cola with guarana 1l, cherry Hoop Cola 2l, Jupik fruit garden 0.33l, raspberry Jupik Water 0.5l, UGO fresh fruit and vegetable juices, canned cherry flavoured Kofola 0.25l, canned Chito Ginger Beer 0.33l, new flavours of Jupí syrups - apple and pear, new flavours of Rajec water – wild raspberry and red currant, kiwi flavoured Jupik Aqua sport drink and Semtex Champagne. The KOFOLA S.A. Group also took over distribution of the French luxury waters Evian and Badoit. In the second half of 2013 Kofola launched the production of soft drinks post-mix for dispenser (RC Cola, Pickwick black tea with peach, Orangina and Vinea) and also started distribution of these devices to the fast-food restaurants.

The KOFOLA S.A. Group produces also water, carbonated beverages and non-carbonated beverages and syrups on behalf of third parties, mostly big retail chains. These companies offer consumers products under their own brand using the possibility to distribute in their stores.

In addition, Megapack operating on the Russian market offers service of bottling drinks on behalf of companies from outside the Group. This applies both to low-alcohol beverages, and non-alcohol beverages.

The Management Board has decided to introduce, from 30 June 2012, changes in the presentation of operating segments based on products to geographical operating segments in order to better reflect how the business performance of the Group is managed and reviewed by the chief operating decision maker. The Management Board of the KOFOLA S.A. is the chief operating decision maker responsible for operational decision-making and uses this results to decide on the allocation of resources to the segment and to assess segments performance.

The Group operates in the following segments managed by the chief operating decision maker:

- Poland
- Czech Republic
- Russia
- Slovakia
- Export

The Group applies the same accounting methods for all of the segments which are also in line with the accounting methods used in the preparation of these condensed interim consolidated financial statements. Transactions between segments are eliminated in the consolidation process.

Within the presented segments, the Group identified one client, who generated more than 10% of the Group's consolidated revenues. The Group's revenues from that client in the six-month period of 2013 amounted PLN 140 051 thousand.

Total revenues and costs of each operating segment correspond to information presented in the income statement for the reported and comparative period. Reporting segment results for the period of six months ended 30 June 2013 and the period of six months ended 30 June 2012 are presented below:

GEOGRAPHICAL SEGMENTS

1.1.2013 - 30.6.2013	Poland	Czech Republic	Slovakia	Export	Eliminations (consolidation adjustments)	Subtotal	Russia **	Total
Revenues	236 617	183 538	127 876	1 627	(45 576)	504 082	-	504 082
Sales to external customers	232 124	169 878	100 453	1 627	-	504 082	-	504 082
Inter-segment sales	4 493	13 660	27 423	-	(45 576)	-	-	-
Operating expenses	(234 413)	(168 513)	(119 855)	(1 854)	45 576	(479 059)	-	(479 059)
Related to third party sales	(229 920)	(154 853)	(92 432)	(1 854)	-	(479 059)	-	(479 059)
Related to inter-segment sales	(4 493)	(13 660)	(27 423)	-	45 576	-	-	-
Operating result	**2 204**	**15 025**	**8 021**	**(227)**	**-**	**25 023**	**-**	**25 023**
Result on financial activity						(7 566)	42	(7 524)
within segment						(7 521)	-	(7 521)
between segments						-	-	-
Share of profit received from associates						(45)	42	(3)
Profit /(loss) before tax						17 457	42	17 499
Income tax						(4 162)	-	(4 162)
Loss on discontinued consolidation of the Megapack Group						-	(849)	(849)
Net profit /(loss)						**13 295**	**(807)**	**12 488**
Assets and liabilities								
Segment assets	627 757	496 156	200 331	94	(200 938)	1 123 400	58 919	1 182 319
Total assets	**627 757**	**496 156**	**200 331**	**94**	**(200 938)**	**1 123 400**	**58 919**	**1 182 319**
Segment liabilities	286 451	455 954	125 920	118	(225 575)	642 868	-	642 868
Equity						539 451	-	539 451
Total liabilities and equity						**1 182 319**	**-**	**1 182 319**
Other information concerning segment								
Investment expenditure:								
Tangible and intangible fixed assets	3 760	5 475	2 949	-	-	12 184	-	12 184
Depreciation and amortization	13 560	14 890	7 267	-	-	35 717	-	35 717

1.1.2012 - 30.6.2012 *	Poland	Czech Republic	Slovakia	Export	Eliminations (consolidation adjustments)	Subtotal	Russia **	Total
Revenues	251 172	194 863	130 794	2 532	(57 965)	521 396	168 488	689 884
Sales to external customers	239 135	174 831	104 898	2 532	-	521 396	168 488	689 884
Inter-segment sales	12 037	20 032	25 896	-	(57 965)	-	-	-
Adjusted operating expenses	(251 036)	(173 999)	(118 706)	(2 537)	57 471	(488 807)	(163 985)	(652 792)
Related to third party sales	(238 998)	(154 462)	(92 810)	(2 537)	-	(488 807)	(163 985)	(652 792)
Related to inter-segment sales	(12 038)	(19 537)	(25 896)	-	57 471	-	-	-
Adjusted operating result	**136**	**20 864**	**12 088**	**(5)**	**(494)**	**32 589**	**4 503**	**37 092**
One-off operating expenses	(1 670)	-	-	-	-	(1 670)	-	(1 670)
Operating result	**(1 534)**	**20 864**	**12 088**	**(5)**	**(494)**	**30 919**	**4 503**	**35 422**
Result on financial activity						(8 612)	(801)	(9 413)
within segment						(8 612)	(801)	(9 413)
between segments						-	-	-
Profit /(loss) before tax						22 307	3 702	26 009
Income tax						(8 398)	(1 864)	(10 262)
Remeasurement of puttable non-controlling interest						-	(919)	(919)
Net profit /(loss)						**13 909**	**919**	**14 828**
Assets and liabilities								
Segment assets	702 469	498 329	213 561	2 190	(221 316)	1 195 233	148 207	1 343 440
Total assets	**702 469**	**498 329**	**213 561**	**2 190**	**(221 316)**	**1 195 233**	**148 207**	**1 343 440**
Segment liabilities	381 596	411 619	141 464	60	(231 063)	703 676	107 057	810 733
Equity						532 707	-	532 707
Total liabilities and equity						**1 236 383**	**107 057**	**1 343 440**
Other information concerning segment								
Investment expenditure:								
Tangible and intangible fixed assets	5 678	8 448	3 549	-	(1 946)	15 729	2 210	17 939
Depreciation and amortization	15 044	14 205	8 461	-	(1 000)	36 710	4 194	40 904

* Data in segments for the comparative period have been established by the historical cost. They have not been recalculated, as in Note 1.3 using the currency exchange rate from the reporting period.

** Discontinued consolidation (Megapack Group)

REVENUES BY PRODUCT

1.1.2013 - 30.6.2013	Carbonated beverages	Non-carbonated beverages	Waters	Syrups	Low-alcohol beverages	Other	Total
Sales revenues	276 273	26 507	103 057	84 984	-	13 261	504 082
Continuing operations	276 273	26 507	103 057	84 984	-	13 261	504 082

1.1.2012 - 30.6.2012	Carbonated beverages	Non-carbonated beverages	Waters	Syrups	Low-alcohol beverages	Other	Total
Sales revenues	309 792	56 301	107 255	75 894	127 413	13 229	689 884
Continuing operations	295 967	33 686	102 571	75 894	76	13 202	521 396
Discontinued consolidation (Megapack Group)	13 825	22 615	4 684	-	127 337	27	168 488

1.5 Shareholders holding directly or indirectly significant packets of shares along with the number of shares held, their percentage of share capital, the resulting number of votes and percentage in the total number of votes at general meeting

According to the Company's information as at the date of the preparation of the present report (i.e. 26 August 2013), the following entities held at least 5% of the total number of votes at General Shareholders' Meeting of the KOFOLA S.A.:

KSM Investment S.A. with its registered office in Luxembourg

- 13 395 373 shares, or 51.18% of share capital of the KOFOLA S.A.
- 13 395 373 votes, or 51.18% of total votes at General Shareholders' Meeting of the KOFOLA S.A.

CED GROUP S. a r.l. with its registered office in Luxembourg

- 11 283 153 shares, or 43.11% of share capital of the KOFOLA S.A.
- 11 283 153 votes, or 43.11% of total votes at General Shareholders' Meeting of the KOFOLA S.A.

As at 30 June 2013, the share capital amounted to PLN 26 172 602 and consisted of 26 172 602 shares entitling to 26 172 602 votes at General Shareholders' Meeting. According to Resolutions No. 18 and 19 from 24 June 2013 the Ordinary General Meeting of the KOFOLA S.A. decided on the cancellation of 2 599 ordinary shares acquired within the share redemption programme completed by the end of 2012 and decided on the reduction of the share capital by PLN 2 599 to PLN 26 170 003. As at the date of publication of this report, this change has not been registered by the Court.

1.6 Changes in the ownership of major KOFOLA S.A. share packages in the period since the submission of the previous quarterly report

According to the Company's information, no changes were made in the ownership of major share packages in the period since the submission of the previous quarterly report.

SHARE CAPITAL STRUCTURE			
Name of entity / individual	Number of shares	% in share capital	% of votes
KSM Investment S.A.	13 395 373	51.18%	51.18%
CED GROUP S. a r.l.	11 283 153	43.11%	43.11%
René Musila	687 709	2.63%	2.63%
Tomáš Jendřejek	687 660	2.63%	2.63%
Other	118 707	0.45%	0.45%
Total	**26 172 602**	**100.00%**	**100.00%**

1.7 Statement of changes in the ownership of KOFOLA S.A. shares or rights to such shares (options) by management and supervisory staff

According to the Company's information as at the date of submission of the report for the 6-month period ended 30 June 2013, no changes occurred in either the ownership of the KOFOLA S.A. shares or options (subscription warrants) by management and supervisory staff compared to the date of submission of the report for 2012.

1.8 Ongoing proceeding before courts, arbitration organs or public administration organs

FRUCTO-MAJ SP. Z O.O.

KOFOLA S.A. holds debts of Fructo-Maj Sp. z o.o., a company in a state of bankruptcy. As at 30 June 2013 the total value of these receivables is PLN 4 737 thousand, the balance sheet value of this item after impairment write-down is PLN 18 thousand.

At this moment Fructo-Maj Sp. z o.o. assets are being sold by the bankruptcy estate receiver. According to the Management based on the current legal status and types of collateral, write-downs of assets associated with Fructo-Maj Sp. z o.o. included in these financial information are adequate.

1.9 Information about the conclusion of material contracts that do not meet the criteria of a significant contract

The Group has not concluded any material contracts in the reported period.

1.10 Information about significant contracts

On 22 April 2013, Hoop Polska sp. z o.o. entered into an Investment loan and overdraft agreement with Bank Millenium S.A. Warsaw and Bank BPH S.A. Krakow for the total amount of PLN 72 000 thousand comprising two investment loans of PLN 16 000 thousand each and two overdrafts of PLN 20 000 thousand each. The purpose of the agreement is to guarantee financing of the current activity of Hoop Polska Sp. z o.o. in the upcoming years and to refinance a debt existing as at 30 April 2013 resulting from a term loan and overdraft. The due date of all newly acquired loans was set on 22 April 2017. All loans bear variable interest rates and margins were determined at standard market conditions.

The collateral of the above mentioned loans comprises:
1) a registered pledge on movables and rights of an entire business (Hoop Polska Sp. z o.o.)
2) financial and registered pledge on bank accounts and authorization for all current accounts (Hoop Polska Sp. z o.o.)
3) a mortgage on real estate of Hoop Polska Sp. z o.o.
4) Loan Agreement guarantee by the KOFOLA S.A.

The mortgage was established by the Company's subsidiary on the real estate being part of the subsidiary's manufacturing plant located in Bielsk Podlaski, Kutno and Grodzisk Wielkopolski in the total amount of PLN 54 000 thousand on the property of each plant. The pledge consists of a registered pledge on movables and rights of an entire business - Hoop Polska Sp. z o.o., including intellectual property rights and a pledge on all bank accounts of Hoop Polska Sp. z o.o., with the pledge set to a maximum amount of PLN 54 000 thousand for each of the Financing Banks. The net carrying value of the subsidiary's assets to be covered by the Mortgage and Pledge amounts to PLN 481 297 thousand.

Guarantee being the collateral for the Loan Agreement has been granted by the KOFOLA S.A. to financing banks in the total amount of PLN 108 000 thousand and expires on either 31 December 2020 or upon repayment of all liabilities of Hoop Polska sp. z o.o. arising from the Loan Agreement, whichever of these dates occurs earlier.

There are no relationships between the Company, the Financing Banks and their supervisors and managers.

The conclusion of Loan Agreements by the Subsidiary replaced all existing credit agreements, which will significantly facilitate the organization and operation of external borrowing of Hoop Polska Sp. z o.o. Thus, the Loan Agreements will cover the needs of Hoop Polska Sp. z o.o. related to external financing for the next few years.

1.11 Information about relationships with other Group entities

Transactions between related parties were conducted on market terms generally applied for a given type of transactions.

A description of the transactions concluded between related parties is presented in Note 5.15 to the financial statements.

1.12 Information on the granting by the Issuer or its subsidiary of credit or loan guarantees

Entity providing guarantees	Entity receiving guarantees	Credit value on balance sheet day which were subject to guarantee		The period for which guarantees has been provided	The entity for which liabilities guarantees were provided	Type of relationship between the company and the entity committed to loan
		in currency	in PLN			
Kofola ČeskoSlovensko a.s.	Unicredit Bank a.s.	50 T EUR	216	12/2014	Kofola a.s. (SK)	subsidiary
Kofola ČeskoSlovensko a.s.	VÚB banka a.s.	5 024 T EUR	21 750	12/2017	Kofola a.s. (SK)	subsidiary
Kofola ČeskoSlovensko a.s.	ČSOB a.s.	- T EUR *	- *	3/2014	Kofola a.s. (SK)	subsidiary
Kofola ČeskoSlovensko a.s.	Raiffeisen-Leasing	20 945 T CZK	3 496	10/2015	Kofola a.s. (CZ)	subsidiary
Kofola ČeskoSlovensko a.s.	Oberbank Leasing	2 395 T CZK	400	8/2016	Kofola a.s. (CZ)	subsidiary
Kofola ČeskoSlovensko a.s.	Oberbank Leasing	4 624 T CZK	772	2/2017	Kofola a.s. (CZ)	subsidiary
Kofola ČeskoSlovensko a.s.	Oberbank Leasing	454 T CZK	76	3/2017	Kofola a.s. (CZ)	subsidiary
Kofola ČeskoSlovensko a.s.	Oberbank Leasing	1 004 T CZK	168	5/2017	Kofola a.s. (CZ)	subsidiary
Kofola a.s. (CZ)	Komerční banka a.s.	20 000 T CZK	3 337	1/2014	Santa Trans s.r.o. (CZ)	subsidiary
KOFOLA S.A.	Bank Millennium S.A.	16 000 T PLN	16 000	12/2020	Hoop Polska Sp. z o.o.	subsidiary
KOFOLA S.A.	Bank BPH S.A.	15 000 T PLN	15 000	12/2020	Hoop Polska Sp. z o.o.	subsidiary
KOFOLA S.A.	Bank Millennium S.A.	- T PLN *	- *	12/2020	Hoop Polska Sp. z o.o.	subsidiary
KOFOLA S.A.	Bank BPH S.A.	26 T PLN	26	12/2020	Hoop Polska Sp. z o.o.	subsidiary
KOFOLA S.A.	Deutsche Leasing S.A.	1 071 T EUR	4 637	2/2014	Hoop Polska Sp. z o.o.	subsidiary
KOFOLA S.A.	Toyota Leasing S.A.	1 487 T PLN	1 487	6/2015	Hoop Polska Sp. z o.o.	subsidiary
KOFOLA S.A.	UAB Putoksnis	1 000 T EUR	4 329	1/2014	Hoop Polska Sp. z o.o.	subsidiary
Total loans and guarantees issued			**PLN 71 694**	**thousand**		

* As at 30 June 2013 the loan was not used

In the reporting period the companies of the KOFOLA S.A. Group received no remuneration for guaranteeing the liabilities of other Group companies.

1.13 Information on issuing securities

No securities have been issued during the reported period.

1.14 The Management's standpoint on the feasibility of realising previously published profit/loss forecast for a given year, compared to the forecast results

The Group has not published forecasts of its financial results for the year 2013.

1.15 The factors and unusual events that had an effect on the Group's result

The comparative data for the Megapack Group are presented separately in the income statement as discontinued consolidation. This reclassification is related to the loss of control over the Megapack Group as of 1 January 2013 and is consistent with the requirements of IFRS 5. For details, see Note 4.6 to the consolidated financial statements.

The results of the Kofola Group were largely influenced by the difficult macroeconomic situation, causing a decline in consumer moods, and very unfavourable weather in April and June in all countries, where Kofola Group operates, which negatively affected the gastro segment's revenues. The first half-year results had been influenced by two events treated by the Management as one-off events. The Group presented revenues from sales of fixed assets amounted to PLN 1 816 thousand and profit from sales of its subsidiary Santa-Trans.SK s.r.o. (SK) amounted to PLN 2 092 thousand.

1.16 The factors that in Group's Management opinion would have a significant effect on the Group's future financial results in the next quarter

The Kofola Group's competitive position results from the basic market factors, such as: the strength of its brands, innovation, production costs, products quality, scale effect, swiftness and market position and the ability to obtain raw materials at favourable prices. In the Management's opinion, the Group's current financial position, its production potential and market position pose no threats to its continued growth. There are, however, several factors, especially external, that will, either directly or indirectly, affect the Group's financial results in the upcoming periods.

In the upcoming periods the main risk factors with a significant effect on the Group's financial results will include in particular:

- the level of unemployment and people's willingness to consume outside of home and purchase brand name food products,
- pricing policies of competitors, in particular in the segment of carbonated beverages (especially cola), mineral waters and syrups,
- the changes in the structure of retail trade, consisting of the growing importance of discount food chains at the expense of traditional channels, with slower than previous growth of the supermarket chains and the speed of adapting Kofola Group's operating business model to the changing market,
- the ability to maintain the largest customers at reasonable commercial terms to enable Kofola Group companies to improve performance and generate positive cash flows,
- development of the prices of raw production materials, of which the majority is based on commodities (the prices of raw materials such as oil, sugar, isoglucose, granules for the production of PET bottles, fruit concentrates, foil or paper),
- effectiveness of implementing higher prices for products,
- weather conditions (temperature, rain falls),
- changes in foreign exchange rates (PLN, CZK, EUR and RUB) and effectiveness of protection against such changes (so-called hedging),
- increase in excise tax on low-alcohol beverages in Russia and other regulatory changes regarding low-alcoholic beverages,
- ability to implement innovative products onto the market,
- interest rates,
- availability of funding and the associated expected profit margins of banks and bondholders.

1.17 Subsequent events

CONTRIBUTION IN KIND OF OOO MEGAPACK SHARES TO ALOFOK LTD

As at 4 July 2013 Russian commercial register office registered contribution in kind of shares of OOO Megapack owned by the KOFOLA S.A. to its subsidiary Alofok Ltd, in which the KOFOLA S.A. has 100% of share capital. After this transaction the fair value and book value of shares of the KOFOLA S.A. in Alofok Ltd increased to PLN 58 876 thousand.

No other events have occurred after the balance sheet date.

1.18 Statement of the Management Board of KOFOLA S.A.

According to § 89 par. 1 item 4 and § 90 par. 1 item 4 of the Decree of the Council of Ministers from 19 February 2009 on current and periodic information published by the issuers of securities and conditions for recognizing as equivalent information required by law of a non-member state, the Management Board of KOFOLA S.A. declares according to its best knowledge that the interim condensed standalone financial information KOFOLA S.A. and the interim condensed consolidated financial information of the KOFOLA S.A. Group for the period from 1 January 2013 to 30 June 2013 and comparative figures have been prepared in accordance with applicable accounting principles and give a true and fair view about financial position and financial performance of KOFOLA S.A. and the KOFOLA S.A. Group, and that the directors' report on the activities of the Group presents a true view of the development and achievements as well as position of KOFOLA S.A. and the KOFOLA S.A. Group, including a description of main risks and threats.

According to § 89 par. 1 item 5 to § 90 par. 1 item 5 above mentioned decree the Management Board of KOFOLA S.A. declares that the entity authorized to review the financial statements, which reviewed the interim condensed standalone financial information of KOFOLA S.A. and the interim condensed consolidated financial information of the KOFOLA S.A. Group for the period from 1 January 2013 to 30 June 2013, was selected in accordance with the legal regulations and that this entity and the auditors performing the review, met the conditions for expressing an impartial and independent opinion in accordance with applicable regulations and professional standards.

SIGNATURES OF THE COMPANY'S REPRESENTATIVES:

26.8.2013	**Janis Samaras**	**Chairman of the Board of Directors**	…………………………….
date	*name and surname*	*position*	*signature*
26.8.2013	**Bartosz Marczuk**	**Member of the Board of Directors**	…………………………….
date	*name and surname*	*position*	*signature*
26.8.2013	**Martin Mateáš**	**Member of the Board of Directors**	…………………………….
date	*name and surname*	*position*	*signature*
26.8.2013	**René Musila**	**Member of the Board of Directors**	…………………………….
date	*name and surname*	*position*	*signature*
26.8.2013	**Tomáš Jendřejek**	**Member of the Board of Directors**	…………………………….
date	*name and surname*	*position*	*signature*
26.8.2013	**Daniel Buryš**	**Member of the Board of Directors**	…………………………….
date	*name and surname*	*position*	*signature*
26.8.2013	**Marián Šefčovič**	**Member of the Board of Directors**	…………………………….
date	*name and surname*	*position*	*signature*

SIGNATURE OF PERSON RESPONSIBLE FOR BOOKKEEPING:

26.8.2013	**Katarzyna Balcerowicz**	**Chief Accountant**	…………………………….
date	*name and surname*	*position*	*signature*

Document signed on the Polish original.

2.1 Consolidated income statement

for the 6-month period ended 30 June 2013 and the 6-month period ended 30 June 2012 in thousand PLN.

Consolidated Income statement	Note	1.1.2013 - 30.6.2013	1.1.2012 - 30.6.2012
Continuing operations			
Revenue from the sale of finished products and services	5.1	502 244	519 606
Revenue from the sale of goods and materials	5.1	1 838	1 790
Revenue		504 082	521 396
Cost of products and services sold	5.2	(343 766)	(334 562)
Cost of goods and materials sold	5.2	(1 706)	(1 586)
Total cost of sales		(345 472)	(336 148)
Gross profit		**158 610**	**185 248**
Selling, marketing and distribution costs	5.2	(115 964)	(128 359)
Administrative costs	5.2	(22 479)	(25 993)
Other operating income		6 117	2 294
Other operating expenses		(1 261)	(2 271)
Operating result		**25 023**	**30 919**
Financial income	5.3	2 301	3 394
Financial expense	5.4	(9 822)	(12 006)
Share in result received from associates	5.5	(3)	-
Profit before tax		**17 499**	**22 307**
Income tax	5.8	(4 162)	(8 398)
Net profit on continued activity		**13 337**	**13 909**
Discontinued consolidation			
Profit / (Loss) for the period on discontinued consolidation		(849)	919
Net profit for the financial year		**12 488**	**14 828**
Attributable to:			
Shareholders of the parent company		**12 531**	**14 828**
– from continuing operations		13 380	13 909
– from discontinued consolidation		(849)	919
Non-controlling interests shareholders on continuing activity		**(43)**	**-**
Earnings per share (in PLN)			
Basic earnings per share			
– from profit for the period from continuing operations assigned to shareholders of the parent	5.9	0.5112	0.5314
– from profit for the period from discontinued consolidation	5.9	(0.0324)	0.0351
– from profit for the period attributable to shareholders of the parent	5.9	**0.4788**	**0.5665**
Diluted earnings per share			
– from profit for the period from continuing operations assigned to shareholders of the parent	5.9	0.5111	0.5313
– from profit for the period from discontinued consolidation	5.9	(0.0324)	0.0351
– from profit for the period attributable to shareholders of the parent	5.9	**0.4787**	**0.5664**

2.2 Consolidated statement of comprehensive income

for the 6-month period ended 30 June 2013 and the 6-month period ended 30 June 2012 in thousand PLN.

Consolidated statement of comprehensive income	Note	1.1.2013 - 30.6.2013	1.1.2012 - 30.6.2012
Net profit for the period		**12 488**	**14 828**
Other comprehensive income			
Currency differences from translation of foreign subsidiaries		14 007	(8 093)
– from continuing operations		8 449	(6 874)
– from discontinued consolidation *		5 558	(1 219)
Other comprehensive income (net)	2.5	**14 007**	**(8 093)**
Total comprehensive income		**26 495**	**6 735**
Attributable to:			
Shareholders of the parent company		**26 538**	**6 735**
– from continuing operations		21 829	7 035
– from discontinued consolidation		4 709	(300)
Non-controlling interests shareholders		**(43)**	**-**

* In 2013 transfer of differences from calculation of position of Megapack Group from other comprehensive income to income statement.

2.3 Consolidated statement of financial position

As at 30 June 2013, as at 31 December 2012 (audited) and as at 30 June 2012 (restated) in thousand PLN.

ASSETS	Note	30.6.2013	31.12.2012	30.6.2012
Fixed assets (long-term)		**843 092**	**780 727**	**872 070**
Tangible fixed assets	5.10	474 104	477 322	528 947
Goodwill	5.11	103 471	103 253	117 886
Intangible fixed assets	5.11	195 451	191 141	213 609
Investments in associates	5.15, 5.16	58 918	-	-
Other long-term assets		2 691	68	3 483
Deferred tax asset		8 457	8 943	8 145
Current assets (short-term)		**339 227**	**477 367**	**471 370**
Inventories		120 033	99 535	157 222
Trade receivables and other receivables		192 816	151 498	263 141
Current income tax receivables		780	226	973
Cash and cash equivalents		15 590	15 706	40 034
Other financial assets		8	-	-
Discontinued consolidation assets		-	200 402	-
Assets (group of assets) held for sale	5.12	10 000	10 000	10 000
TOTAL ASSETS		**1 182 319**	**1 258 094**	**1 343 440**

LIABILITIES AND EQUITY	Note	30.6.2013	31.12.2012	30.6.2012
Equity		**538 697**	**536 531**	**532 707**
Share capital	2.5	26 173	26 173	26 173
Supplementary capital	2.5	541 299	534 518	527 392
Translation difference on revaluation of foreign subsidiaries	2.5	36 559	26 459	36 100
Other capital	2.5	342	177	177
Own shares	2.5	(69)	(69)	-
Accumulated losses	2.5	(65 607)	(50 727)	(57 135)
Equity assigned to the non-controlling interest's shareholders		**754**	**498**	**-**
Total equity	2.5	**539 451**	**537 029**	**532 707**
Long-term liabilities		**162 715**	**128 433**	**159 302**
Bank credits and loans	5.13	85 747	56 025	77 634
Bonds issued		45 369	45 369	48 585
Financial leasing liabilities		10 313	9 487	11 213
Provisions	5.6	688	674	70
Other long-term liabilities		11 317	11 233	10 238
Deferred tax reserve		9 281	5 645	11 562
Short-term liabilities		**480 153**	**592 632**	**651 431**
Bank credits and loans	5.13	111 908	148 568	153 748
Bonds issued		3 132	3 163	113
Financial leasing liabilities		10 337	9 573	10 546
Trade liabilities and other liabilities		321 864	269 390	395 251
Current income tax liabilities		1 892	3 663	4 846
Other financial liabilities		23 519	117	23 227
Provisions	5.6	6 620	10 176	19 734
Non-controlling interest liabilities		-	-	41 197
Government subsidies		73	537	1 052
Discontinued consolidation liabilities		-	146 235	-
Liabilities (group of liabilities) related to assets held for sale	5.12	808	1 210	1 717
Total Liabilities		**642 868**	**721 065**	**810 733**
TOTAL LIABILITIES AND EQUITY		**1 182 319**	**1 258 094**	**1 343 440**

2.4 Consolidated cash flow statement

for the 6-month period ended 30 June 2013 and the 6-month period ended 30 June 2012 in thousand PLN.

Consolidated cash flow statement	Note	1.1.2013 – 30.6.2013	1.1.2012 - 30.6.2012
Cash flow from operating activity			
Profit / (Loss) before tax on continued activity	2.1	17 499	22 307
Profit / (Loss) before tax on discontinued consolidation		(849)	3 702
Adjustments for:			
Non-cash movements			
Depreciation and amortization	5.2	35 717	40 904
Net interest	5.3, 5.4	7 441	10 381
Share in result received from associates	5.5	3	-
Loss on discontinued consolidation of Magapack Group	5.5	849	-
Profit on sale of subsidiary (Santa-Trans.SK)		(2 092)	-
Change in the balance of provisions		(3 552)	(2 756)
Impairment allowance for fixed assets		-	1 670
Remeasurement of puttable non-controlling interest		-	(300)
Other		(164)	-
Other currency differences from translation		362	4 216
Cash movements			
(Profit) / Loss on investment activity		(1 816)	(223)
Paid income tax		(4 926)	(4 189)
Changes in working capital			
Change in the balance of receivables		(43 137)	(21 785)
Change in the balance of inventories		(20 568)	(41 569)
Change in the balance of liabilities		60 343	73 853
Change in the balance of state subsidies		(464)	393
Net cash flow from operating activity		**44 646**	**86 604**
Cash flow from investing activity			
Sale of intangible assets and tangible fixed assets		1 927	431
Purchase of intangible assets and tangible fixed assets	5.10, 5.11	(12 184)	(17 939)
Purchase of subsidiary net of acquired cash		(7 669)	(6 656)
Interest received		175	906
Cash from discounted consolidation of companies as at 1 January 2013 (Megapack Group)		(19 970)	-
Net cash flow from investing activity		**(37 721)**	**(23 258)**
Cash flow from financial activity			
Repayment of financial leasing liabilities		(6 586)	(8 753)
Proceeds from loans and bank credits received		53 385	24 954
Proceeds from bonds issue		-	16 697
Repayment of loans and bank credits		(66 865)	(95 719)
Dividends paid to the non-controlling interests shareholders		-	-
Interest paid		(7 179)	(10 955)
Net cash flow from financing activity		**(27 245)**	**(73 776)**
Total net cash flow		(20 320)	(10 430)
Cash at the beginning of the period		**35 677**	**50 836**
Currency differences from translation of cash		233	(372)
Cash at the end of the period		**15 590**	**40 034**
Restricted cash		-	-

2.5 Consolidated statement of changes in shareholders' equity

for the 6-month period ended 30 June 2013, for the 12-month period ended 31 December 2012 (audited) and for the 6-month period ended 30 June 2012 (restated) in thousand PLN.

Consolidated statement of changes in equity	Note	Assigned to the shareholders of the parent company							Equity assigned to the non-controlling interest's shareholders	Total equity
		Share capital	Supplementary capital	Translation difference on revaluation of foreign subsidiaries	Other capital	Own shares	Accumulated losses	Equity assigned to the shareholders of the parent company		
As at 1.1.2012		**26 173**	**527 424**	**44 193**	**177**	**-**	**(38 627)**	**559 340**	**-**	**559 340**
Correction of errors	4.6	-	-	-	-	-	(9 766)	(9 766)	-	(9 766)
As at 1.1.2012 after restatement		**26 173**	**527 424**	**44 193**	**177**	**-**	**(48 393)**	**549 574**	**-**	**549 574**
Net profit for the period		-	-	-	-	-	14 828	14 828	-	14 828
Other comprehensive loss		-	-	(8 093)	-	-	-	(8 093)	-	(8 093)
Total comprehensive income for the period	2.2	**-**	**-**	**(8 093)**	**-**	**-**	**14 828**	**6 735**	**-**	**6 735**
Dividends payment		-	(680)	-	-	-	(22 614)	(23 294)	-	(23 294)
Other (profit distribution)		-	648	-	-	-	(956)	(308)	-	(308)
As at 30.6.2012		**26 173**	**527 392**	**36 100**	**177**	**-**	**(57 135)**	**532 707**	**-**	**532 707**
As at 1.1.2012		**26 173**	**527 424**	**44 193**	**177**	**-**	**(38 627)**	**559 340**	**-**	**559 340**
Correction of errors	4.6	-	-	-	-	-	(9 766)	(9 766)	-	(9 766)
As at 1.1.2012 after restatement		**26 173**	**527 424**	**44 193**	**177**	**-**	**(48 393)**	**549 574**	**-**	**549 574**
Net profit/(loss) for the period		-	-	-	-	-	28 943	28 943	(5)	28 938
Other comprehensive loss		-	-	(17 734)	-	-	-	(17 734)	-	(17 734)
Total comprehensive income for the period		**-**	**-**	**(17 734)**	**-**	**-**	**28 943**	**11 209**	**(5)**	**11 204**
Dividends payment		-	(680)	-	-	-	(22 614)	(23 294)	-	(23 294)
Own shares		-	-	-	-	(69)	-	(69)	-	(69)
Other (profit distribution)		-	7 774	-	-	-	(8 663)	(889)	503	(386)
As at 31.12.2012		**26 173**	**534 518**	**26 459**	**177**	**(69)**	**(50 727)**	**536 531**	**498**	**537 029**
As at 1.1.2013		**26 173**	**534 518**	**26 459**	**177**	**(69)**	**(50 727)**	**536 531**	**498**	**537 029**
Net profit/(loss) for the period		-	-	-	-	-	12 531	12 531	(43)	12 488
Other comprehensive income		-	-	14 007	-	-	-	14 007	-	14 007
Total comprehensive income for the period	2.2	**-**	**-**	**14 007**	**-**	**-**	**12 531**	**26 538**	**(43)**	**26 495**
Dividends payment		-	(11 536)	-	-	-	(11 755)	(23 291)	-	(23 291)
Other (profit distribution)		-	138	(269)	165	-	(1 115)	(1 081)	299	(782)
Discounted consolidation of the Megapack Group		-	18 179	(3 638)	-	-	(14 541)	-	-	-
As at 30.6.2013		**26 173**	**541 299**	**36 559**	**342**	**(69)**	**(65 607)**	**538 697**	**754**	**539 451**

According to Resolutions No. 18 and 19 from 24 June 2013 the Ordinary General Meeting of KOFOLA S.A. decided on the cancellation of 2 599 ordinary shares acquired within the share buy-back programme completed by the end of 2012 and decided on the reduction of the share capital by PLN 2 599 to PLN 26 170 003. As at the date of publication of this report, this change has not been registered by the Court.

Information about the holding company of the KOFOLA S.A. Group ("the Group", "the KOFOLA S.A. Group"):

Name: KOFOLA Spółka Akcyjna ("the Company", "the Issuer")

Registered office: Wschodnia Street 5, 99-300 Kutno.

Main areas of activity: the activities of head offices and holdings, excluding financial holdings (PKD 2007 - Polish Classification of Activities) 7010Z (the activities of holdings in accordance with PKD 2004 - Polish Classification of Activities). The classification of the Warsaw Stock Exchange places the Company in the food sector.

Registration organ: the Regional Court for Łódź-Śródmieście in Łódź, XX Business Division of the National Court Register, KRS 0000134518.

The Company has been formed for an unspecified time.

The Group's consolidated financial information cover the 6-month period ended 30 June 2013 and contain comparatives for the 6-month period ended 30 June 2012.

MANAGEMENT BOARD

As at 30 June 2013, the Management Board ("MB")of the holding company KOFOLA S.A. comprised:

- Mr. Janis Samaras – Chairman of the MB,
- Mr. Bartosz Marczuk – Member of the MB,
- Mr. Martin Mateáš – Member of the MB,
- Mr. Tomáš Jendřejek – Member of the MB,
- Mr. René Musila – Member of the MB,
- Mr. Daniel Buryš – Member of the MB,
- Mr. Marián Šefčovič – Member of the MB.

Based on the resolution No. 13 from 24 June 2013, the Supervisory Board of the KOFOLA S.A. appointed two following new members of the Management Board for a five-year term: Daniel Buryš and Marián Šefčovič. The term of the remaining members of the Management Board were prolonged for another five years.

No changes were made in the composition of the Management Board of the holding company KOFOLA S.A. before the publication of the present report.

SUPERVISORY BOARD

As at 30 June 2013, the Supervisory Board comprised:

- Mr. René Sommer – Chairman,
- Mr. Jacek Woźniak – Vice – Chairman,
- Mr. Dariusz Prończuk,
- Mr. Pavel Jakubík,
- Mr. Martin Dokoupil,
- Mr. Anthony Brown.

No changes were made in the composition of the Supervisory Board of the holding company KOFOLA S.A. before the publication of the present report.

AUDIT COMMITTEE

As at 30 June 2013, the Audit Committee comprised:

- Mr. René Sommer,
- Mr. Jacek Woźniak,
- Mr. Dariusz Prończuk,
- Mr. Pavel Jakubík,
- Mr. Anthony Brown.

No changes were made in the composition of the Audit Committee of the holding company before the publication of the present report.

4 INFORMATION ABOUT THE METHODS USED TO PREPARE THE CONDENSED INTERIM CONSOLIDATED FINANCIAL INFORMATION

4.1 Statement of compliance and basis for the preparation of the condensed interim consolidated financial information

The present condensed interim consolidated financial information ("consolidated financial information") have been prepared in accordance with International Accounting Standard ("IAS 34") - "Interim Financial Reporting" and in accordance with appropriate accounting standards applicable to the interim financial reporting adopted by the European Union, published and effective during the preparation of the interim consolidated financial information.

The present condensed consolidated financial information is to be read along with the audited consolidated financial information of the KOFOLA S.A. Group for the year ended 31 December 2012 prepared in accordance with International Financial Reporting Standards ("IFRS"), as adopted by EU, containing notes ("the Consolidated Financial Statements prepared in accordance with IFRS").

The condensed interim consolidated financial information consist of the consolidated statement of financial position, the consolidated income statement, consolidated information of comprehensive income, the consolidated statement of changes in shareholders' equity, the consolidated cash flow statement and notes.

The consolidated financial information is presented in Polish zlotys ("PLN"), and all values, unless stated otherwise, are listed in thousand PLN.

ADOPTION OF NEW OR REVISED STANDARDS AND INTERPRETATIONS

The following standards, changes in binding standards and interpretations (adopted of in the process of being adopted by the European Union) are binding as at 1 January 2013:

- IFRS 13 "Fair Value Measurement", which aims to improve disclosures and achieve consistency by providing a revised definition of fair value.
- Amended IAS 12 „Income tax", which introduced a rebuttable presumption that the value of an investment property will be recovered entirely through sale.
- Amended IAS 1 „Presentation of financial statements" relating to presentation of items of other comprehensive income. The amendments require entities to classify items presented in other comprehensive income into two groups based on whether they could be included in the income statement in the future. In addition, the title of the statement of comprehensive income " has been changed into "statement of profit or loss and other comprehensive income".
- Amended IAS 19 "Employee Benefits", which makes changes to the recognition and measurement of defined benefit pension expense and termination benefits, and to the disclosures for all employee benefits.
- "Disclosures - Offsetting Financial Assets and Financial Liabilities" - Amendments to IFRS 7, which requires disclosures that will enable users to better evaluate the effect of netting arrangements, including rights of set-off.

The adoption of the above standards did not result in significant changes of the Group's accounting policies or presentation of data in the consolidated financial information.

Amended IFRS 1 „IFRS first time adoption" relating to government loans, hyperinflation and elimination of references to settled dates for certain exceptions and exemptions as well as amendments to IFRIC 20 "Stripping costs in the production phase of a surface mine" have no material impact on the Group's reporting.

4.2 Functional currency and presentation currency

The Polish zloty is the functional currency of the holding company and the presentation currency of the consolidated financial information.

4.3 Translation of amounts expressed in foreign currencies

The methods used to recognize and value transactions expressed in foreign currencies have been specified in IAS 21 “The Effects of Changes in Foreign Exchange Rates”. Transactions expressed in foreign currencies are translated by the companies comprising the Group into their functional currencies using the exchange rates as at the date of the transaction. Financial assets and liabilities expressed as at the balance sheet date in foreign currencies are translated using the average exchange rate announced by the National Bank of Poland for the end of the reporting period, and all foreign exchange gains or losses are recognized in the profit and loss account under:

- operating income and expense – for trading operations,
- financial income and expense – for financial operations.

Non-financial assets and liabilities recognized at historical cost expressed in a foreign currency are listed at the historical rate as at the date of the transaction. Non-financial assets and liabilities recognized at fair value expressed in a foreign currency are translated at the exchange rate as at the date on which they were stated at fair value.

Foreign exchange differences on long-term loans granted to consolidated related parties are transferred as part of consolidation adjustments from the profit and loss to other comprehensive income and accumulated in Other capital as Currency differences from translation of foreign subsidiaries.

The following rates were used in the balance sheet valuation:

Currency rates at the end of the period	30.6.2013	31.12.2012	30.6..2012
PLN/CZK	0.1669	0.1630	0.1664
PLN/EUR	4.3292	4.0882	4.2613
PLN/RUB	0.1013	0.1017	0.1030
PLN/USD	3.3175	3.0996	3.3885

Average currency rates, calculated as arithmetical mean of currencies on last day of each month in the period	1.1.2013 - 30.6.2013	1.1.2012 - 31.12.2012	1.1.2012 - 30.6.2012
PLN/CZK	0.1637	0.1661	0.1679
PLN/EUR	4.2140	4.1736	4.2246
PLN/RUB	0.1031	0.1043	0.1060
PLN/USD	3.2165	3.2312	3.2453

The financial information of foreign entities are translated into PLN in the following manner:

- assets and liabilities for each balance sheet presented at the exchange rate announced by the National Bank of Poland for the balance sheet date, except equity that is translated using the historical exchange rate,
- income and expense for each income statement at the rate constituting the arithmetical mean of the average exchange rates announced by the National Bank of Poland for each day ending an operating month. The resulting foreign exchange differences are recognised directly in equity as a separate item,
- corresponding cash-flow statement items (investment and financing activities) at the rate constituting the arithmetical mean of the average exchange rates announced by the National Bank of Poland for each day ending an operating month. The resulting foreign exchange differences are recognised under the “Other currency differences from translation” item of the cash-flow statement”.

4.4 Consolidation methods

4.4.1 Subsidiaries

Subsidiaries are all entities (including special purpose entities) over which the Group has the power to govern the financial and operating policies generally accompanying a shareholding of more than one half of the voting rights. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Group controls another entity. The Group also assesses the existence of control where it does not have more than 50% of the voting power but is able to govern the financial and operating policies by virtue of de-facto control.

De-facto control may arise in circumstances where the size of the Group's voting rights relative to the size and dispersion of holdings of other shareholders give the Group the power to govern the financial and operating policies, etc.

Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are de-consolidated from the date that control ceases.

The Group applies the acquisition method to account for business combinations. The consideration transferred for the acquisition of a subsidiary is the fair values of the assets transferred, the liabilities incurred to the former owners of the acquiree and the equity interests issued by the group. The consideration transferred includes the fair value of any asset or liability resulting from a contingent consideration arrangement. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values as at the acquisition date. The Group recognizes any non-controlling interest in the acquiree on an acquisition-by-acquisition basis, either at fair value or at the non-controlling interest's proportionate share of the recognised amounts of the acquiree's identifiable net assets.

Acquisition-related costs are expensed as incurred.

If the business combination is achieved in stages, the acquisition date carrying value of the acquirer's previously held equity interest in the acquiree is re-measured to fair value at the acquisition date; any gains or losses arising from such remeasurement are recognised in profit or loss.

Any contingent consideration to be transferred by the Group is recognised at fair value at the acquisition date. Subsequent changes to the fair value of the contingent consideration that is deemed to be an asset or liability is recognised in accordance with IAS 39 either in profit or loss or as a change to other comprehensive income. Contingent consideration that is classified as equity is not re-measured, and its subsequent settlement is accounted for within equity.

Goodwill is initially measured as the excess of the aggregate of the consideration transferred and the fair value of non-controlling interest over the net identifiable assets acquired and liabilities assumed. If this consideration is lower than the fair value of the net assets of the subsidiary acquired, the difference is recognised in profit or loss.

Inter-company transactions, balances, income and expenses on transactions between Group companies are eliminated. Profits and losses resulting from intercompany transactions that are recognised in assets are also eliminated. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

4.4.2 Changes in ownership interests in subsidiaries without change of control

Transactions with non-controlling interests that do not result in loss of control are accounted for as equity transactions – that is, as transactions with the owners in their capacity as owners. The difference between fair value of any consideration paid and the relevant share acquired of the carrying value of net assets of the subsidiary is recorded in equity. Gains or losses on disposals to non-controlling interests are also recorded in equity.

4.4.3 Disposal of subsidiaries

When the Group ceases to have control, any retained interest in the entity is remeasured to its fair value as at the date when control is lost, with the change in carrying amount recognised in profit or loss. The fair value is the initial carrying amount for the purposes of subsequently accounting for the retained interest as an associate, joint venture or financial asset. In addition, any amounts previously recognised in other comprehensive income in respect of that entity are accounted for as if the Group had directly disposed of the related assets or liabilities. This may mean that amounts previously recognised in other comprehensive income are reclassified to profit or loss.

4.4.4 Associates

Associates are all entities over which the Group has significant influence but not control, generally accompanying a shareholding of between 20% and 50% of the voting rights. Investments in associates are accounted for using the equity method of accounting. Under the equity method, the investment is initially recognised at cost, and the carrying amount is increased or decreased to recognise the investor's share of the profit or loss of the investee after the date of acquisition. The group's investment in associates includes goodwill identified on acquisition.

If the ownership interest in an associate is reduced but significant influence is retained, only a proportionate share of the amounts previously recognised in other comprehensive income is reclassified to profit or loss where appropriate.

The Group's share of post-acquisition profit or loss is recognised in the income statement, and its share of post-acquisition movements in other comprehensive income is recognised in other comprehensive income with a corresponding adjustment to the carrying amount of the investment. When the Group's share of losses in an associate equals or exceeds its interest in the associate, including any other unsecured receivables, the Group does not recognise further losses, unless it has incurred legal or constructive obligations or made payments on behalf of the associate.

The Group determines as at each reporting date whether there is any objective evidence that the investment in the associate is impaired. If this is the case, the Group calculates the amount of impairment as the difference between the recoverable amount of the associate and its carrying value and recognises the amount adjacent to 'share of profit/(loss) of associates in the income statement.

Profits and losses resulting from upstream and downstream transactions between the Group and its associate are recognised in the Group's financial information only to the extent of unrelated investor's interests in the associates. Unrealised losses are eliminated unless the transaction provides evidence of an impairment of the asset transferred. Accounting policies of associates have been changed where necessary to ensure consistency with the policies adopted by the Group.

Dilution gains and losses arising in investments in associates are recognised in the income statement.

4.5 Accounting methods

The accounting methods based on which the present financial information has been prepared have not changed compared to the methods used in the consolidated financial statements for the twelve months period ended 31 December 2012.

4.6 Corrections of errors and changes in presentation

RESTATEMENT OF COMPARATIVE INFORMATION – PRIOR PERIOD ERRORS

Certain comparative information for the prior years has been restated for the purpose of correction of prior years' identified.

CHANGES TO CONSOLIDATED STATEMENT OF FINANCIAL POSITION

CORRECTION IN DEFERRED TAX BALANCE OF HOOP POLSKA SP. Z O.O.

In 2012 the Management Board recognized as inaccurate value of deferred tax asset recorded in the previous years. The deferred tax asset instead of a deferred tax liability was recognised from the difference between the tax value and accounting value of assets leased under finance. As a result the deferred tax asset was overstated by PLN 9 766 thousand as at 1 January 2012 and 30 June 2013. The consolidated statement of the financial position was adjusted for this matter as follows:

	30.6.2012		
	published financial statements	comparable data	change
Deferred tax assets	17 911	8 145	(9 766)
Accumulated losses	(47 369)	(57 135)	(9 766)

SUMMARY IN THE STATEMENT OF FINANCIAL POSITION

ASSETS	Published financial statements 30.6.2012	Adjustment in deferred tax balance of Hoop Polska Sp. z o.o.	Adjustment in equity	Comparative data 30.6.2012
Fixed assets (long-term)	**881 836**	**(9 766)**	**-**	**872 070**
Deferred tax assets	17 911	(9 766)	-	8 145
Current assets (short-term)	**471 370**	**-**	**-**	**471 370**
TOTAL ASSETS	**1 353 206**	**(9 766)**	**-**	**1 343 440**
LIABILITIES AND EQUITY				
Equity assigned to shareholders of the parent company	**542 473**	**(9 766)**	**-**	**532 707**
Share capital	26 173	-	-	26 173
Supplementary capital	-	-	527 392	527 392
Translation difference on revaluation of foreign subsidiaries	-	-	36 100	36 100
Other capital	563 669	-	(563 492)	177
Own shares	-	-	-	-
Accumulated losses	(47 369)	(9 766)	-	(57 135)
Equity assigned to the non-controlling interests' shareholders	**-**	**-**	**-**	**-**
Total equity	**542 473**	**(9 766)**	**-**	**532 707**
Total liabilities	**810 733**	-	**-**	**810 733**
TOTAL LIABILITIES AND EQUITY	**1 353 206**	**(9 766)**	**-**	**1 343 440**

PRESENTATION CHANGES TO INCOME STATEMENT

PRESENTATION OF MEGAPACK GROUP AS DISCONTINUED CONSOLIDATION

Due to the fact that, at the end of December 2012, the shareholders' agreement giving the KOFOLA S.A. the deciding vote in choosing the General Director of the Company OOO Megapack expired from 1 January 2013 KOFOLA S.A. and the Russian shareholders have joint control over the company, and thus according to IAS 31 KOFOLA S.A. recognizes Megapack Group using the equity method.

Therefore Megapack Group data in comparative period recognized in the Income Statements was presented only in one row as activities from the discontinued consolidation. This presentation is in line with IFRS 5.

ADJUSTMENT OF NON-CONTROLLING INTEREST

Details of the above-mentioned reclassification are described in the note on changes of presentation of the consolidated information of the financial position.

Income statement (1.1.2012 – 30.6.2012)	Published financial statements	Correction of put option in ownership of other shareholder	Adjustment of the Megapack Group due to the discontinued consolidation	Comparative data
Continuing operations				
Revenue from the sale of finished products and services	688 094	-	(168 488)	519 606
Revenue from the sale of goods and materials	1 790	-	-	1 790
Revenue	689 884	-	(168 488)	521 396
Cost of products and services sold	(482 077)	-	147 515	(334 562)
Cost of goods and materials sold	(1 586)	-	-	(1 586)
Total cost of sales	(483 663)	-	147 515	(336 148)
Gross profit	**206 221**	**-**	**(20 973)**	**185 248**
Selling, marketing and distribution costs	(139 040)	-	10 681	(128 359)
Administrative costs	(31 775)	-	5 782	(25 993)
Other operating income	2 299	-	(5)	2 294
Other operating expense	(2 283)	-	12	(2 271)
Operating result	**35 422**	**-**	**(4 503)**	**30 919**
Financial income	3 843	-	(449)	3 394
Financial expense	(13 256)	-	1 250	(12 006)
Share in profit received from subsidiaries and associates	-	-		-
Profit before tax	**26 009**	**-**	**(3 702)**	**22 307**
Income tax	(10 262)	-	1 864	(8 398)
Net profit on continuing activity	**15 747**	**-**	**(1 838)**	**13 909**
Discontinued consolidation				
Profit / (loss) for the period on discontinued consolidation	-	(919)	1 838	919
Net profit for the period	**15 747**	**(919)**	**-**	**14 828**
Attributable to:				
Shareholders of the parent company	**14 828**	**(919)**	**919**	**14 828**
– on continuing operations	14 828	-	(919)	13 909
– on discontinued consolidation	-	(919)	1 838	919
Non-controlling interests shareholders on continuing activity	**919**	**-**	**(919)**	**-**
Earnings per share (in PLN)				
basic earnings per share				
- from profit for the period from continuing operations assigned to shareholders of the parent	0,5665	-	(0,0351)	0,5314
– from profit for the period from discontinued consolidation	-	(0,0351)	0,0702	0,0351
– from profit for the period attributable to shareholders of the parent	**0,5665**	**(0,0351)**	**0,0351**	**0,5665**
diluted earnings per share				
– from profit for the period from continuing operations assigned to shareholders of the parent	0,5664	-	(0,0351)	0,5313
– from profit for the period from discontinued consolidation	-	(0,0351)	0,0702	0,0351
– from profit for the period attributable to shareholders of the parent	**0,5664**	**(0,0351)**	**0,0351**	**0,5664**

CORRECTION OF ERROR AND CHANGES TO CONSOLIDATED CASH FLOW STATEMENT

	1.1.2012 - 30.6.2012		
	published financial statements	comparable data	change
(Gains)/losses from currency differences	(357)	-	357
Remeasurement of puttable non-controlling interest	-	(300)	(300)
Other currency differences from translation	(18 721)	4 216	22 937
Change in the balance of liabilities	97 240	73 853	(23 387)
Change in the balance of state subsidies	-	393	393

In prior year's Statement of Cash Flow, (Gains)/losses from currency differences and Other currency differences from translation were presented separately. In the comparatives above mentioned positions were merged into one position (amount of PLN 357 thousand was reclassified).

For better presentation, Remeasurement of puttable non-controlling interest and Change in the balance of state subsidies are presented as separate line items and the comparatives have been adjusted accordingly. These items were previously recorded in the Change in the balance of liabilities line item.

In the prior year's Statement of Cash Flow, Liability for dividend payment of PLN 23 294 thousand was inappropriately presented in the line item Currency translation differences. It should have been presented in the line item Change of liabilities. These two positions were adjusted accordingly.

These matters do not affect the results from operations or net equity of the Company.

Significant estimates

Since some of the information contained in the consolidated financial information cannot be measured precisely, to prepare the consolidated financial information the Group´s Management Board must perform estimates. The Management Board verifies the estimates based on changes in the factors taken into account at their calculation, new information or past experiences. For this reason the estimates performed as at 30 June 2013 may be changed in the future. The main estimates pertain to the following matters:

Estimates	Type of information
Impairment of goodwill and individual tangible and intangible assets	Key assumptions used to determine the recoverable amount: evidence for impairment, models, discount rates, growth rates.
Useful life of trade marks	The history of the trade mark on the market, market position, useful life of similar products, the stability of the market segment, competition.
Provisions for doubtful debts	Main assumptions used to determine the recoverable amount.
Income tax	Assumptions used to recognise deferred income tax assets.

In the period of 6-month till 30 June 2013 there were no significant changes in estimates and methodology and assumptions, which could have crucial influence on current or future periods.

4.7 Approval of condensed interim consolidated financial information

The Management Board approved the present interim condensed consolidated financial information for publication on 26 August 2013.

5.1 Operating segments

An operating segment is a component of an entity:

A) which engages in business activities as a result of which it may earn revenues and incur costs (including revenues and costs associated with transactions with other components of the same entity),

B) which results are regularly reviewed by the main body in charge of making operating decisions at the entity, which uses those results to decide on the allocation of resources to the segment and to assess the segment's results, as well as,

C) for which separate financial information is available.

The Management Board has decided to introduce from 30 June 2012 changes in presentation of segments based on products to geographical operating segments in order to better reflect how the business performance of the Group is managed and reviewed by the main body. The Management Board of the KOFOLA S.A. is the main body responsible for operational decision-making and uses this results to decide on the allocation of resources to the segment and to assess segments performance.

The Group operates in the following segments managed by the main body:

- Poland
- Czech Republic
- Russia
- Slovakia
- Export

The Group applies the same accounting methods for all of the segments which are also in line with accounting methods used in the preparation of these condensed interim consolidated financial information. Transactions between segments are eliminated in the consolidation process.

As part of presenting its segments, the Group identified one client, who generated more than 10% of the Group's consolidated revenues. In six-month period of 2013 the Group's revenues from this client amounted to PLN 140 051 thousand.

Total revenues and costs of all separate segments are consistent with the data presented in the income statement for the current and comparative period. Reporting segments results for the six-month period ended 30 June 2013 and for the six-month period ended 30 June 2012 were as follows:

1.1.2013 - 30.6.2013	Poland	Czech Republic	Slovakia	Export	Eliminations (consolidation adjustments)	Subtotal	Russia **	Total
Revenues	236 617	183 538	127 876	1 627	(45 576)	504 082	-	504 082
Sales to external customers	232 124	169 878	100 453	1 627	-	504 082	-	504 082
Inter-segment sales	4 493	13 660	27 423	-	(45 576)	-	-	-
Adjusted operating expenses	(234 413)	(168 513)	(119 855)	(1 854)	45 576	(479 059)	-	(479 059)
Related to external customers sales	(229 920)	(154 853)	(92 432)	(1 854)	-	(479 059)	-	(479 059)
Related to inter-segment sales	(4 493)	(13 660)	(27 423)	-	45 576	-	-	-
Operating profit / (loss)	**2 204**	**15 025**	**8 021**	**(227)**	**-**	**25 023**	**-**	**25 023**
Result on financial activity						(7 566)	42	(7 524)
within segment						(7 521)	-	(7 521)
between segments						-	-	-
Share in profit received from associates						(45)	42	(3)
Profit /(loss) before tax						17 457	42	17 499
Income tax						(4 162)	-	(4 162)
Loss on discounted consolidation of the Megapack Group						-	(849)	(849)
Net profit /(loss)						**13 295**	**(807)**	**12 488**
Assets and liabilities								
Segment assets	627 757	496 156	200 331	94	(200 938)	1 123 400	58 919	1 182 319
Total assets	**627 757**	**496 156**	**200 331**	**94**	**(200 938)**	**1 123 400**	**58 919**	**1 182 319**
Segment liabilities	286 451	455 954	125 920	118	(225 575)	642 868	-	642 868
Equity						539 451	-	539 451
Total liabilities and equity						**1 182 319**	**-**	**1 182 319**
Other information concerning segment								
Investment expenditure:								
Tangibles and intangibles	3 760	5 475	2 949	-	-	12 184	-	12 184
Amortisation and depreciation	13 560	14 890	7 267	-	-	35 717	-	35 717

1.1.2012 - 30.6.2012 *	Poland	Czech Republic	Slovakia	Export	Eliminations (consolidation adjustments)	Subtotal	Russia **	Total
Revenues	251 172	194 863	130 794	2 532	(57 965)	521 396	168 488	689 884
Sales to external customers	239 135	174 831	104 898	2 532	-	521 396	168 488	689 884
Inter-segment sales	12 037	20 032	25 896	-	(57 965)	-	-	-
Adjusted operating expenses	(251 036)	(173 999)	(118 706)	(2 537)	57 471	(488 807)	(163 985)	(652 792)
Related to third party sales	(238 998)	(154 462)	(92 810)	(2 537)	-	(488 807)	(163 985)	(652 792)
Related to inter-segment sales	(12 038)	(19 537)	(25 896)	-	57 471	-	-	-
Adjusted operating profit / (loss)	**136**	**20 864**	**12 088**	**(5)**	**(494)**	**32 589**	**4 503**	**37 092**
One-off operating expenses	(1 670)	-	-	-	-	(1 670)	-	(1 670)
Operating profit / (loss)	**(1 534)**	**20 864**	**12 088**	**(5)**	**(494)**	**30 919**	**4 503**	**35 422**
Result on financial activity						(8 612)	(801)	(9 413)
within segment						(8 612)	(801)	(9 413)
between segments						-	-	-
Profit /(loss) before tax						22 307	3 702	26 009
Income tax						(8 398)	(1 864)	(10 262)
Remeasurement of puttable non-controlling interest						-	(919)	(919)
Net profit / (loss)						**13 909**	**919**	**14 828**
Assets and liabilities								
Segment assets	702 469	498 329	213 561	2 190	(221 316)	1 195 233	148 207	1 343 440
Total assets	**702 469**	**498 329**	**213 561**	**2 190**	**(221 316)**	**1 195 233**	**148 207**	**1 343 440**
Segment liabilities	381 596	411 619	141 464	60	(231 063)	703 676	107 057	810 733
Equity						532 707	-	532 707
Total liabilities and equity						**1 236 383**	**107 057**	**1 343 440**
Other information concerning segment								
Investment expenditure:								
Tangibles and intangibles	5 678	8 448	3 549	-	(1 946)	15 729	2 210	17 939
Amortisation and depreciation	15 044	14 205	8 461	-	(1 000)	36 710	4 194	40 904

* Data in segments for the comparative period have been set at the historic currency exchange rate. They have not been recalculated as in Note 1.3, using the currency exchange rate from the reporting period.

** Discontinued consolidation (Megapack Group)

SEASONAL AND CYCLICAL NATURE OF THE OPERATIONS OF THE KOFOLA S.A. GROUP

Seasonality

Seasonality is associated with periodic deviations in demand and supply, if of certain significance in the shaping of the KOFOLA Group´s general sales trends. Beverage sales peak appears in the 2nd and 3rd quarter of the year. This is caused by increased drink consumption in the spring and summer months. In the year ended 31 December 2012, about 21% (2011: 21%) of revenue from the sales of finished products and services was earned in the 1st quarter, with 31% (31% in 2011), 25% (23% in 2011) and 23% (25% in 2011) of the annual consolidated revenues earned in the 2nd, 3rd and 4th quarters. The Management is expecting similar seasonality in 2013.

Cyclical nature

The Group's results are dependent on economic cycles, in particular on fluctuations in demand and in the prices of raw materials - so-called "commodities".

5.2 Expenses by type (Continuing operations)

Expenses by type	1.1.2013 - 30.6.2013	1.1.2012 - 30.6.2012
Depreciation of fixed assets and amortizations of intangibles	35 717	36 710
Employee benefits costs and retirement benefits	61 222	68 741
Consumption of materials and energy	318 329	328 789
Services	74 360	77 044
Rental costs	4 396	5 649
Taxes and fees	3 891	4 986
Property and life insurance	1 169	1 189
Other costs, including:	2 550	1 339
– change in revaluation write-off inventory	(1 438)	(813)
– change in revaluation write-off receivables	1 204	1 339
– other operating costs	2 784	813
Total expenses by type	**501 634**	**524 447**
Change in the balance of products, production in progress, prepayments and accruals	(15 964)	(32 547)
Depreciation included in segment costs	(3 461)	(2 986)
Reconciliation of expenses by type to expenses by function	**482 209**	**488 914**
Costs of sales, marketing and distribution	115 964	128 359
Administrative costs	22 479	25 993
Costs of products and services sold	343 766	334 562
Total costs of product sold, merchandise and materials, sales costs and overhead costs	**482 209**	**488 914**

Costs of employee benefits and retirement benefits	1.1.2013 - 30.6.2013	1.1.2012 - 30.6.2012
Cost of salary	46 183	52 835
Social security and other benefits costs	7 167	7 697
Retirement benefits expenses or retirement benefit plan expenses	7 872	8 209
Total costs of employee benefits and retirement benefits	**61 222**	**68 741**

5.3 Financial income (Continuing operations)

Financial income	1.1.2013 - 30.6.2013	1.1.2012 - 30.6.2012
Financial interest income from:		
– bank deposits	39	709
– credits and loans granted	136	140
Net financial income from realised FX differences	-	544
Release of financial provision	-	1 996
Profit on the sale of subsidiary	2 092	-
Other financial income	34	5
Total financial income	**2 301**	**3 394**

5.4 Financial expense (Continuing operations)

Financial expense	1.1.2013 - 30.6.2013	1.1.2012 - 30.6.2012
Financial interest expense from:		
– credits, financial leases and bonds	7 616	10 724
Financial losses from realised FX differences	788	72
Bank costs and charges	1 191	1 210
Other financial expense	227	-
Total financial expense	**9 822**	**12 006**

5.5 Share in result received from associates

The item includes the profit of the Megapack Group for the current period of PLN 42 thousand attributable to the KOFOLA S.A. Group and loss of accounted for using the equity method associated company TSH Sulich Sp. z o.o. amounting to (PLN 45 thousand), which shares were sold in the current period.

In the comparative period this item included attributable to the KOFOLA S.A. result of associated company TSH Sulich Sp. z o.o. which was accounted for using the equity method (in amount of PLN 0 thousand).

Due to the fact that at the end of December 2012, shareholders' agreement giving the KOFOLA S.A. the deciding vote in choosing the General Director of the subsidiary OOO Megapack expires on 1 January 2013 KOFOLA S.A. and Russian shareholder have joint control over the company, and thus according to IAS 31 KOFOLA S.A. Group accounts for Megapack Group using the equity method.

5.6 Changes in allowances and provisions

Changes in allowances and provisions	Receivables	Inventories	Tangible assets	Intangible assets	Financial assets	Provisions
As at 1.1.2013	**20 208**	**2 828**	**24 470**	**33 924**	**800**	**10 850**
Currency differences from translation	387	14	(19)	-	-	174
Increase due to creation	2 545	783	-	-	-	5 927
Decrease due to release	(2 943)	(1 184)	-	-	-	(1 105)
Decrease due to usage	(1 316)	(1 037)	-	-	(50)	(8 538)
As at 30.6.2013	**18 881**	**1 404**	**24 451**	**33 924**	**750**	**7 308**

5.7 Dividends paid and declared

Dividends from ordinary shares	1.1.2013 - 30.6.2013	1.1.2012 - 30.6.2012
Dividends declared in the given period	23 291	23 294
Dividends paid out in the given period	-	-
Dividends declared	**23 291**	**23 294**

5.8 Income tax (Continuing operations)

Main income tax elements for the six-month period ended 30 June 2013 and for the six-month period ended 30 June 2012:

Income tax	1.1.2013 – 30.6.2013	1.1.2012 – 30.6.2012
Income Statement		
Current income tax	**1 970**	**5 502**
Current income tax charge	1 970	5 502
Adjustments of current income tax from previous years	-	-
Deferred income tax	**2 192**	**2 896**
Related with arising and reversing of temporary differences	1 791	1 820
Related with tax losses	401	1 076
Income tax recorded in consolidated profit and loss	**4 162**	**8 398**
Statement of changes in equity		
Current income tax	**-**	**-**
Deferred income tax	**281**	**-**
Tax recorded in equity	**281**	**-**

5.9 Earnings per share

The basic profits per share is calculated by dividing the net profit for the period attributable to the holding company's ordinary shareholders by the weighted average number of ordinary shares outstanding during the period.

The diluted profit per share is calculated by dividing the net profit for the period attributable to ordinary shareholders (after deducting the interest on redeemable preferred shares convertible to ordinary shares) by the weighted average number of ordinary shares outstanding during the period (adjusted by the effect of diluting options and diluting redeemable preferred shares convertible to ordinary shares).

Presented below are data relating to the profits and shares used to calculate basic and diluted profit per share:

	1.1.2013 - 30.6.2013	1.1.2012 - 30.6.2012
Net profit from the continuing operations assigned to the shareholders of the parent company	13 380	13 909
Profit / (loss) for the period from discontinued consolidation	(849)	919
Net profit assigned to the shareholders of the parent company	**12 531**	**14 828**

	1.1.2013 - 30.6.2013	1.1.2012 - 30.6.2012
Weighted average number of issued common shares used to calculate the regular earnings per share ratio	26 172 602	26 172 602
Impact of dilution:		
Subscription warrants	6 099	6 099
Own shares	(2 599)	-
Adjusted weighted average number of common shares used to calculate diluted earnings per share	**26 176 102**	**26 178 701**

No other transactions involving ordinary shares or potential ordinary shares took place in the period from the balance sheet date to the preparation of the financial statements.

Based on the above information, the basic and diluted profit per share amounts to:

Basic profit per share (PLN/share)	1.1.2013 - 30.6.2013	1.1.2012 - 30.6.2012
Net profit from the continuing operations assigned to the shareholders of parent company	13 380	13 909
Profit / (loss) for the period from discontinued consolidation	(849)	919
Net profit assigned to the shareholders of the parent company	**12 531**	**14 828**
Weighted average number of issued common shares	26 172 602	26 172 602
Regular earnings per share from the continuing operations assigned to the shareholder of parent company	0,5112	0,5314
Regular earnings / (losses) per share for the period from discontinued consolidation	(0,0324)	0,0351
Regular earnings per share assigned to the shareholder of parent company	**0,4788**	**0,5665**

Diluted profit per share (PLN/share)	1.1.2013 - 30.6.2013	1.1.2012 - 30.6.2012
Net profit from the continuing operations assigned to the shareholder of parent company	13 380	13 909
Net profit / (loss) for the period from discontinued consolidation	(849)	919
Net profit assigned to the shareholders of parent company	**12 531**	**14 828**
Adjusted weighted average number of common shares used to calculate diluted earnings per share	26 176 102	26 178 701
Diluted earnings per share from continuing operations assigned to the shareholder of parent company	0,5111	0,5313
Diluted earnings per share for the period from discontinued consolidation	(0,0324)	0,0351
Diluted earnings per share assigned to the shareholder of parent company	**0,4787**	**0,5664**

5.10 Tangible fixed assets

In the reporting period of six months ended 30 June 2013 the companies of the KOFOLA S.A. Group incurred PLN 11 890 thousand in expenses to increase the value of tangible fixed assets. The investment projects realised in this period pertain primarily to the entities Kofola a.s. (Czech Republic), Kofola a.s. (Slovakia) (expenses related with equipping the gastro segment in the Czech Republic and Slovakia with the fridges, taps for kegs, heaters to Natelo and forklifts) and Hoop Polska Sp. z o.o. (modernization of water treatment plant, heaters to Natelo and blow moulding machines modernization).

5.11 Intangible fixed assets

Goodwill consists of the goodwill resulting from the merger of Kofola Group with Hoop Group, goodwill for the company Pinelli spol. s r.o. purchased in April 2011 and goodwill of acquired by Kofola a.s. (Czech Republic) in 2006, production part of the company Klimo s.r.o. Change in the goodwill value resulted from the discontinued consolidation of the Megapack Group (PLN 13 864 thousand) and from effect of translation of goodwill denominated in CZK.

The value of trademarks includes, among others, the value of such trademarks as: Kofola, Vinea, Hoop Cola, Paola, Citrocola, Semtex, Erektus and UGO.

In the reporting period of 6-month ended 30 June 2013 the KOFOLA S.A. Group companies made expenditures to increase the value of intangible assets amounting to PLN 294 thousand. Investment projects realised in this period relate mainly to the company´s software in Kofola ČeskoSlovensko a.s.

5.12 Assets (group of assets) held for sale

Assets (groups of assets) held for sale include the fixed assets of the subsidiary Hoop Polska Sp. z o.o. available for immediate wale with a balance sheet value of PLN 10 000 thousand (the plant in Tychy along with office building), and assets related to these lease liabilities in the amount of PLN 808 thousand presented in the position Liabilities directly associated with assets (asset groups) classified as held for sale and constitute in total leasing obligations.

In accordance with IFRS 5, the Issuer classifies a fixed asset (or group of fixed assets) as held for sale, if its balance sheet value will be recovered primarily through a sale transaction rather than through continued use.

On 10 July 2013 a letter of intent was signed with the potential buyer relating to the sale of the Tychy plant. Management is making efforts to finalize the sale of the property in the coming months.

5.13 Credits, loans and issued bonds

INDEBTNESS OF THE GROUP FROM THE CREDITS AND LOANS AND FROM EMITTED BONDS

As at 30 June 2013, the Group's total credit and loan debt amounted to PLN 197 655 thousand and decreased by PLN 6 938 thousand compared to the end of the year 2012.

As at 30 June 2013, KOFOLA S.A. has obligations from issued bonds in the total amount of PLN 48 501 thousand. Liabilities from interests and obligations from bonds maturing in December 2014 in the amount of PLN 45 369 thousand are disclosed in long-term liabilities, and the liabilities from interests and obligations from bonds maturing in December 2013 in the amount of PLN 3 132 thousand are presented in short-term liabilities.

CREDIT CONTRACTS CONCLUDED BY HOOP POLSKA SP. Z O.O.

On 22 April 2013, Hoop Polska sp. z o.o. entered into an investment loan and overdraft agreements with Bank Millenium S.A. Warsaw and Bank BPH S.A. Krakow for the total amount of PLN 72 000 thousand comprising two investment loans of PLN 16 000 thousand each and two overdrafts of PLN 20 000 thousand each. The purpose of the credit Agreement is to guarantee financing of the current activity of Hoop Polska Sp. z o.o. in the upcoming years and to refinance a debt existing as at 30 April 2013 resulting from a term loan and overdraft. The due date of all newly acquired loans was set on 22 April 2017. All loans bear variable interest rates and margins were determined at standard market conditions.

The collateral of the above mentioned loans comprises:
1) a registered pledge on movables and rights of an entire business (Hoop Polska Sp. z o.o.)
2) financial and registered pledge on bank accounts and authorization for all current accounts (Hoop Polska Sp. z o.o.)
3) a mortgage on real estate of Hoop Polska Sp. z o.o.
4) Loan Agreement guarantee by the KOFOLA S.A.

The mortgage was established by the Company's subsidiary on the real estate being part of the subsidiary's manufacturing plant located in Bielsk Podlaski, Kutno and Grodzisk Wielkopolski in the total amount of PLN 54 000 thousand on the property of each plant. The pledge consists of a registered pledge on movables and rights of an entire business - Hoop Polska Sp. z o.o., including intellectual property rights and a pledge on all bank accounts of Hoop Polska Sp. z o.o., with the pledge set to a maximum amount of PLN 54 000 thousand for each of the Financing Banks. The net carrying value of the subsidiary's assets to be covered by the Mortgage and Pledge amounts to PLN 481 297 thousand.

Guarantee being the collateral for the Loan Agreement has been granted by the KOFOLA S.A. to financing banks in the total amount of PLN 108 000 thousand and expires on either 31 December 2020 or upon repayment of all liabilities of Hoop Polska sp. z o.o. arising from the Loan Agreement, whichever of these dates occurs earlier.

There are no relationships between the Company, the Financing Banks and their supervisors and managers.

The conclusion of Loan Agreements by the Subsidiary replaced all existing credit agreements are being, which will significantly facilitate the organization and operation of external lending of Hoop Polska Sp. z o.o. Thus, the Loan Agreements will cover the needs of Hoop Polska Sp. z o.o. related to external financing for the next few years.

CREDIT TERMS AND BOND ISSUANCE TERMS

Based on credit agreements and Conditions of Bond Issuance (CBI), the companies of the Group are required to meet specified financial ratios (so-called covenants). Credit agreements ended in the current reporting period have been extended for the next periods. In accordance with the requirements of IAS 1, a breach of credit terms that may potentially limit unconditional access to credits in the nearest year makes it necessary to classify such liabilities as short-term. As at the balance sheet date none from agreements were breached and as such the Group did not perform any change in presentation. All CBIs were also met.

5.14 Contingent assets and liabilities

As at 30 June 2013 the Group does not have any contingent assets. Contingent liabilities to third parties amounted to PLN 71 694 thousand as at the balance sheet date.

5.15 Information on transactions with related parties

The ultimate controlling entity of the KOFOLA S.A. Group is KSM Investment.

Presented below are the total amounts of transactions concluded in a given financial period with non-consolidated related parties:

Revenues from sale to related companies	1.1.2013 - 30.6.2013	
	revenues from sale of products and services	revenues from sale of merchandise and materials
- to affiliates (TSH Sulich) *	4	-
Total revenues from the sale to related companies	**4**	**-**

Purchase from related companies	1.1.2013 - 30.6.2013	
	Purchase of services	Purchase of goods and materials
- from affiliates (TSH Sulich) *	1 245	17
Total purchase from related parties	**1 245**	**17**

Receivables from related companies	30.6.2013	31.12.2012	30.6.2012
- from affiliates	23	116	62
- shareholders of KSM Investment	4 492	4 386	4 236
Total receivables from related companies	**4 515**	**4 502**	**4 298**

Liabilities to related companies	30.6.2013	31.12.2012	30.6.2012
- towards affiliates	-	490	839
- shareholders KSM Investment	6 392	6 306	6 276
Total liabilities towards related companies	**6 392**	**6 796**	**7 115**

* As at 8 March 2013 TSH Sulich Sp. z o.o ceased to be an associate.

Remuneration paid to the members of the Board of Directors and Supervisory Board of KOFOLA S.A. in the first half of 2013 amounted to PLN 2 017 thousand (in the first half of 2012 amounted to PLN 2 431 thousand).

All transactions with related parties have been concluded on market terms.

5.16 Financial instruments

Table below presents financial instruments measured at fair value, according to different valuations methods. Levels are defined as follows:

- Quoted prices (unadjusted) for identical assets or liabilities in an active market (Level 1).
- Market inputs to valuation model other than Level 1 inputs, which are observable on the market for the asset or liability either directly (as price) or indirectly (based on prices) (Level 2).
- Market inputs to valuation model, for the asset or liability, not based on observable market data (unobservable market inputs) (Level 3).

Fair value measurement may be either repeatable (repeated at the end of each reporting period) or unrepeatable (one-off fair value measurement).

Financial instruments measured at fair value are assigned to the following levels in the fair value hierarchy:

Financial assets: Technical valuation based on significant non-observable data	2012
Non recurring measuremen	
Investment cost in an associate (before the Kofola Group's share in the 2013 profit)*	58 876

Financial liabilities	2013 Technical valuation based on significant observable data	2012 Technical valuation based on significant non-observable data
Recurring measurement		
Liabilities from non-controlling interests *	-	41 197
Foreign exchange forward contracts **	227	-

* Fair value of the investments in associates (Megapack Group) from non-controlling interest (Megapack Group) was calculated using the discounted cash flow method, based on the financial projections presented by the Management of the Megapack Group. For the purposes of valuation a weight average capital cost (WACC) on the level of 11.6% and marginal growth rate of 3.5% were adopted. Discounted cash flows method was used as shares of Megapack Group are not quoted and due to the lack of similar market transactions current period.

** Level 2 derivative instruments include currency forwards. These transactions were measured using the currency exchange rates quoted in active market. Effect of discount is generally irrelevant to the Level 2 derivative instruments.

The fair value of the following financial assets and liabilities approximates their carrying value:

- Trade receivables and other receivables
- Other financial assets
- Cash and cash equivalents
- Trade liabilities and other liabilities
- Credit and loans

5.17 Purchase of subsidiary

As at 5 February 2013 KOFOLA S.A. acquired 100% of shares in its subsidiary Alofok Ltd with its registered office in Limassol, Cyprus. The fair value of acquired assets amounted to PLN 8 thousand (EUR 2 thousand).

As at the balance sheet date and during year 2013 the company Alofok Ltd did not conduct any operation activities.

5.18 Discontinued consolidation (Megapack Group)

In the current period a loss relating to discontinued consolidation of the Magapack Group in the amount of PLN 849 thousand is presented within the item loss from discontinued consolidation. As the comparative data within this item net profit of the Megapack Group for the first 6 months of the 2012 in the amount of PLN 919 thousand was included.

Analysis of the cash flows from discontinued consolidation	1.1.2013 - 30.6.2013	1.1.2012 - 30.6.2012
Cash flows from the operating activities	-	23 315
Cash flows from the investing activities	-	(1 478)
Cash flows from the financing activities	(19 970)*	(13 454)
Total cash flows	**(19 970)***	**8 383**

* the Megapack Group's cash discontinued from consolidation of the KOFOLA S.A. Group as at 1 January 2013.

5.19 Subsequent events

CONTRIBUTION OF THE OOO MEGAPACK'S SHARES INTO ALOFOK LTD

Contribution of the OOO Magapack's shares held by the KOFOLA S.A. into Alofok Ltd, in which the KOFOLA S.A. holds 100% of the equity was registered by the Russian register office as at 4 July 2013. Following this transaction fair value and carrying value of the KOFOLA S.A. shares in Alofok Ltd increased by the amount of PLN 58 876 thousand.

No other subsequent events were identified.

SIGNATURES OF THE COMPANY'S REPRESENTATIVES:

26.8.2013	**Janis Samaras**	**Chairman of the Board of Directors**	……………………………
date	*name and surname*	*position*	*signature*
26.8.2013	**Bartosz Marczuk**	**Member of the Board of Directors**	……………………………
date	*name and surname*	*position*	*signature*
26.8.2013	**Martin Mateáš**	**Member of the Board of Directors**	……………………………
date	*name and surname*	*position*	*signature*
26.8.2013	**René Musila**	**Member of the Board of Directors**	……………………………
date	*name and surname*	*position*	*signature*
26.8.2013	**Tomáš Jendřejek**	**Member of the Board of Directors**	……………………………
date	*name and surname*	*position*	*signature*
26.8.2013	**Daniel Buryš**	**Member of the Board of Directors**	……………………………
date	*name and surname*	*position*	*signature*
26.8.2013	**Marián Šefčovič**	**Member of the Board of Directors**	……………………………
date	*name and surname*	*position*	*signature*

SIGNATURE OF PERSON RESPONSIBLE FOR BOOKKEEPING:

26.8.2013	**Katarzyna Balcerowicz**	**Chief Accountant**	……………………………
date	*name and surname*	*position*	*signature*

Document signed on the Polish original.

6 CONDENSED INTERIM SEPARATE FINANCIAL INFORMATION OF KOFOLA S.A.

6.1 Separate income statement

for the 6-month period ended 30 June 2013 and the 6-month period ended 30 June 2012 in PLN thousand.

Separate income Statement	Note	1.1.2013 - 30.6.2013	1.1.2012 - 30.6.2012
Revenues from dividends		12 453	9 162
Total cost of sales		-	-
Gross profit		**12 453**	**9 162**
Selling, marketing and distribution costs	9.1	(1 594)	(1 762)
Other operating income		2 923	1 636
Other operating expense		-	(4)
Operating result		**13 782**	**9 032**
Financial income	9.2	7 841	5 502
Financial expense	9.3	(3 225)	(6 274)
Profit before tax		**18 398**	**8 260**
Income tax	9.6	(1 027)	505
Net profit for the period		**17 371**	**8 765**
Earnings per share (in PLN)			
– basic earnings per share		0,6637	0,0349
– diluted earnings per share		0,6636	0,0348

6.2 Separate statement of comprehensive income

for the 6-month period ended 30 June 2013 and the 6-month period ended 30 June 2012 in PLN thousand.

Separate statement of comprehensive income	Note	1.1.2013 - 30.6.2013	1.1.2012 – 30.6.2012
Net profit for the period		**17 371**	**8 765**
Other comprehensive income (gross)		-	-
Other comprehensive income for the period (net)		-	-
Total comprehensive income for the period	6.5	**17 371**	**8 765**

6.3 Separate statement of financial position

As at 30 June 2013, as at 31 December 2012 (audited) and as at 30 June 2012 (restated) in PLN thousand.

ASSETS	Note	30.6.2013	31.12.2012	30.6.2012
Fixed assets (long-term)		**1 048 886**	**1 040 944**	**1 051 705**
Tangible fixed assets		372	372	372
Goodwill		13 767	13 767	13 767
Investment in subsidiaries and associates	9.7	867 345	867 337	867 337
Loans provided to related parties		167 402	158 996	170 229
Deferred tax asset		-	472	-
Current assets (short-term)		**13 986**	**1 455**	**14 557**
Trade receivables and other receivables		13 045	303	13 205
Cash and cash equivalents		941	1 152	1 352
TOTAL ASSETS		**1 062 872**	**1 042 399**	**1 066 262**

LIABILITIES AND EQUITY	Note	30.6.2013	31.12.2012	30.6.2012
Equity		**952 701**	**958 621**	**955 700**
Share capital		26 173	26 173	26 173
Supplementary capital		908 884	920 420	920 420
Own shares		(69)	(69)	-
Other capital		342	342	342
Retained earnings		17 371	11 755	8 765
Long-term liabilities		**72 617**	**71 075**	**78 590**
Bonds issued		45 369	45 369	48 585
Other liabilities		26 693	25 706	27 434
Deferred tax reserve		555	-	2 571
Short-term liabilities		**37 554**	**12 703**	**31 972**
Issued bonds		3 132	3 163	113
Trade liabilities and other liabilities		10 197	8 817	6 234
Other financial liabilities		23 519	-	23 294
Provisions		706	723	2 331
Total Liabilities		**110 171**	**83 778**	**110 562**
TOTAL LIABILITIES AND EQUITY		**1 062 872**	**1 042 399**	**1 066 262**

6.4 Separate cash flow statement

for the 6-month period ended 30 June 2013 and the 6-month period ended 30 June 2012 in PLN thousand.

Separate cash flow statement	Note	1.1.2013 - 30.6.2013	1.1.2012 - 30.6.2012
Cash flow on operating activity			
Profit before tax		18 398	8 260
Adjustments for:			
Non-cash movements			
Amortization and depreciation		-	-
Net interests and dividends		(14 739)	(11 714)
Change in the balance of provisions	9.4	(17)	(12 614)
Impairment allowance for fixed assets		-	11 081
Net foreign exchange difference		(2 566)	3 317
Cash movements			
Dividends received		-	-
Paid income tax		-	(360)
Changes in working capital			
Change in the balance of receivables		(306)	(2 210)
Change in the balance of liabilities		1 176	839
Net cash flow on operating activity		**1 946**	**(3 401)**
Cash flow on investing activity			
Purchase of financial assets		(8)	(11 500)
Interest received		28	685
Loans granted		(96)	(32 000)
Net cash flow on investing activity		**(76)**	**(42 815)**
Cash flow on financial activity			
Proceeds from bonds issue		-	16 697
Dividends paid		-	-
Interest paid		(2 081)	(2 016)
Net cash flow on financing activity		**(2 081)**	**14 681**
Total cash flow		(211)	(31 535)
Cash at the beginning of the period		**1 152**	**32 887**
Cash at the end of the period		**941**	**1 352**

6.5 Separate statement of changes in equity

for the 6-month period ended 30 June 2013, for the 12-month period ended 31 December 2012 (audited) and the 6-month period ended 30 June 2012 in PLN thousand.

Separate statement of changes in equity	Note	Share capital	Supplementary capital	Own shares	Other capital	Retained earnings	Total equity
As at 1.1.2012		**26 173**	**921 100**	**-**	**342**	**22 614**	**970 229**
Total comprehensive income	6.2	**-**	**-**	**-**	**-**	**8 765**	**8 765**
Dividends payment		-	(680)	-	-	(22 614)	(23 294)
As at 30.6.2012		**26 173**	**920 420**	**-**	**342**	**8 765**	**955 700**
As at 1.1.2012		**26 173**	**921 100**	**-**	**342**	**22 614**	**970 229**
Total comprehensive income for the period		**-**	**-**	**-**	**-**	**11 755**	**11 755**
Dividends payment		-	(680)	-	-	(22 614)	(23 294)
Own shares		-	-	(69)	-	-	(69)
As at 31.12.2012		**26 173**	**920 420**	**(69)**	**342**	**11 755**	**958 621**
As at 1.1.2013		**26 173**	**920 420**	**(69)**	**342**	**11 755**	**958 621**
Total comprehensive income for the period	6.2	**-**	**-**	**-**	**-**	**17 371**	**17 371**
Dividends payment		-	(11 536)	-	-	(11 755)	(23 291)
As at 30.6.2013		**26 173**	**908 884**	**(69)**	**342**	**17 371**	**952 701**

According to Resolutions No. 18 and 19 from 24 June 2013 the Ordinary General Meeting of KOFOLA S.A. decided on the cancellation of 2 599 ordinary shares acquired within the share buy-back programme completed by the end of 2012 and decided on the reduction of the share capital by PLN 2 599 to PLN 26 170 003. As at the date of publication of this report, this change has not been registered by the Court.

Item ‘Supplementary capital’ also includes reserve capital (dividend fund) in the amount of PLN 17 326 thousand designated for future dividends payment as well as reserve capital designated for the purchase of own shares in the amount of PLN 930 thousand.

7 GENERAL INFORMATION

Information about the Company:

Name: KOFOLA Spółka Akcyjna (“the Company”, “the Issuer”)

Registered office: Wschodnia Street 5, 99-300 Kutno.

Main areas of activity: the activities of head offices and holdings, excluding financial holdings (PKD 2007 - Polish Classification of Activities) 7010Z (the activities of holdings in accordance with PKD 2004 - Polish Classification of Activities). The classification of the Warsaw Stock Exchange places the Company in the food sector.

Registration organ: the Regional Court for Łódź-Śródmieście in Łódź, XX Business Division of the National Court Register, KRS 0000134518.

The Company has been formed for an unspecified time.

The Group’s separate financial information cover the period of six months ended 30 June 2013 and include comparatives for the period of six months period ended 30 June 2012.

The Company is the parent company of the KOFOLA S.A. Group („the Group”, „KOFOLA S.A. Group”) and prepares consolidated financial statements.

8 INFORMATION ABOUT THE METHODS USED TO PREPARE THE CONDENSED INTERIM SEPARATE FINANCIAL STATEMENTS

8.1 Basis for the preparation of the condensed interim separate financial statements of the KOFOLA S.A.

The present condensed separate financial statements have been prepared in accordance with the laws binding in the Republic of Poland, in accordance with International Accounting Standard ("IAS 34") as well as the interpretations issued by the International Financial Reporting Interpretations Committee ("IFRIC") as adopted by the European Union, and therefore comply with Article 4 of the EU Directive on the application of international accounting standards. The separate financial statements have been prepared on a going concern basis and in accordance with the historical cost method, with the exception of assets and financial liabilities stated at amortized cost, financial assets stated at fair value, and the assets, liabilities and contingent liabilities of the acquire, which were stated at fair value as at the date of the merger of the Kofola Group and Hoop Group.

The present condensed separate financial statements are to be read along with the audited annual separate financial statements of the KOFOLA S.A. prepared in accordance with International Financial Reporting Standards (IFRS), containing notes ("the separate financial statements prepared in accordance with IFRS") for the year ended 31 December 2012.

The condensed separate financial statements consist of the separate statement of financial position, the income statement, the statement of comprehensive income, the separate statement of changes in shareholders' equity, the separate cash flow statement, and selected explanatory notes.

The condensed separate financial statements are presented in Polish Zlotys ("PLN"), and all values, unless stated otherwise, are listed in thousand PLN.

8.2 Statement of compliance

These condensed separate financial statements have been prepared in accordance with IAS 34 as adopted by the EU.

8.3 Functional currency and presentation currency

The Polish Zloty is the functional currency of the Company and the presentation currency of the separate financial statements.

8.4 Translation of amounts expressed in foreign currencies

Transactions expressed in currencies other the Polish Zloty are translated into the Polish Zloty using the exchange rate as at the date of the transaction.

Financial assets and liabilities expressed in currencies other than the Polish Zloty are translated as at the balance sheet date into the Polish Zloty using the average exchange rate announced for a given currency by the National Bank of Poland for the end of the reporting period. The resulting foreign exchange differences are recognized under item financial income/(expense).

Non-financial assets and liabilities recognised at historical cost expressed in a foreign currency are listed at the historical rate as at the date of the transaction. Non-financial assets and liabilities recognised at fair value expressed in a foreign currency are translated at the exchange rate as at the date on which they were stated at fair value.

The following rates were used in the statement of financial position valuation:

Currency rates at the end of the period	30.6.2013	31.12.2012	30.6..2012
PLN/CZK	0.1669	0.1630	0.1664
PLN/EUR	4.3292	4.0882	4.2613
PLN/RUB	0.1013	0.1017	0.1030
PLN/USD	3.3175	3.0996	3.3885

Average currency rates, calculated as arithmetical mean of currencies on last day of each month in the period	1.1.2013 - 30.6.2013	1.1.2012 - 31.12.2012	1.1.2012 - 30.6.2012
PLN/CZK	0.1637	0.1661	0.1679
PLN/EUR	4.2140	4.1736	4.2246
PLN/RUB	0.1031	0.1043	0.1060
PLN/USD	3.2165	3.2312	3.2453

8.5 Accounting methods

The accounting policy and methods based on which the financial information contained in this report have been prepared have not changed compared to the separate financial statements for the year 2012.

8.6 Correction of errors and changes in presentation

No correction of errors and no changes in presentation took place in the reporting period.

8.7 Approval of financial statements

The Management Board approved the present separate financial information for publication on 26 August 2013.

9.1 Expenses by type

Expenses by type	1.1.2013 - 30.6.2013	1.1.2012 - 30.6.2012
Depreciation of tangible assets and amortization intangibles	-	-
Costs of employee benefits and retirement benefits	153	92
Consumption of materials and energy	4	5
Services	1 376	1 590
Rental costs	36	36
Taxes and fees	9	31
Property and life insurance	-	6
Other costs	16	2
Total expenses by type	**1 594**	**1 762**
Reconciliation of expenses by type to expenses by function	**1 594**	**1 762**
Administrative costs	1 594	1 762
Total costs of product sold, merchandise and materials, sales costs and administrative costs	**1 594**	**1 762**

Costs of employee benefits and retirement benefits	1.1.2013 - 30.6.2013	1.1.2012 - 30.6.2012
Cost of salary	128	77
Social security and other benefits costs	25	15
Total costs of employee benefits and retirement benefits	**153**	**92**

9.2 Financial income

Financial income	1.1.2013 - 30.6.2013	1.1.2012 - 30.6.2012
Financial interest income from:		
– bank deposits	28	685
– credits and loans granted	5 247	4 817
Net financial income from realized foreign exchange differences	2 566	-
Total financial income	**7 841**	**5 502**

Financial interest income relates to the loan granted to subsidiaries Kofola ČeskoSlovensko a.s. and Hoop Polska Sp. z o.o.

Foreign exchange differences relate to the loan granted to Kofola ČeskoSlovensko a.s. denominated in CZK and to debt acquired within the Group also denominated in CZK.

9.3 Financial expense

Financial expense	1.1.2013 - 30.6.2013	1.1.2012 - 30.6.2012
Financial interest expense from:		
– bonds issued	2 049	2 135
– receivables purchased within the Group	941	815
Financial losses from realized foreign exchange differences	-	3 317
Valuation of foreign currency transactions	227	-
Bank charges	8	7
Total financial expense	**3 225**	**6 274**

Foreign exchange differences in the comparative period relate to the loan granted to Kofola ČeskoSlovensko a.s. denominated in CZK, and to debt purchased within the Group also denominated in CZK.

9.4 Changes in allowances and provisions

Changes in allowances and provisions	Receivables	Financial assets	Provisions
As at 1.1.2013	**8 858**	**11 881**	**723**
Increase due to creation	37	-	-
Decrease due to release	(2 939)	-	(17)
Decrease due to use	-	(50)	-
As at 30.6.2013	**5 956**	**11 831**	**706**

Release of allowance for doubtful receivables took place due to recovery of receivables from Fructo-Maj Sp. z o.o.'s receiver for which an impairment allowance had been created. Use of provision for financial assets relates to disposal of shares in TSH Sulich Sp. z o.o. with zero net book value. The sale transaction had no influence on the KOFOLA S.A.'s result.

9.5 Dividends paid and declared

Dividends from ordinary shares	1.1.2013 - 30.6.2013	1.1.2012 - 30.6.2012
Declared during the period	23 291	23 294
Paid during the period	-	-
Dividends from ordinary shares	**23 291**	**23 294**

According to Resolution No. 17 from 24 June 2013 the Ordinary General Meeting of the KOFOLA S.A. designated the net profit generated by the KOFOLA S.A. in 2012, in the amount of PLN 11 755 thousand and the amount of PLN 11 536 thousand derived from the dividend fund for the payment of dividends.

Shares from each series (A, B, C, D, E, F, G) excluding own shares, will be part of the dividend that amounts to PLN 0.89 per share. The dividend date was set for 24 September 2013 and the payment of the dividend was set for 6 December 2013. The amount of the declared dividend of PLN 23 291 thousand is presented in the short-term liabilities in the item 'Other financial liabilities'.

9.6 Income tax

Main income tax elements for the period ended 30 June 2013 and 30 June 2012 are as follows:

Income tax	1.1.2013 - 30.6.2013	1.1.2012 - 30.6.2012
Profit and loss		
Current income tax	**-**	**-**
Current income tax charge	-	-
Deferred income tax	**1 027**	**(505)**
Related with arising and reversing of temporary differences	1 219	(1 581)
Related with tax losses	(192)	1 076
Income tax charged/recorded in profit and loss	**1 027**	**(505)**

9.7 Information on transactions with related parties

The ultimate controlling entity of the KOFOLA S.A. Group is KSM Investment incorporated in Luxembourg.

KOFOLA S.A. receives income from re-invoicing of lease agreements charges to a related party. Revenues from this activity in the amount of PLN 671 thousand are presented in this report net with the corresponding costs in the amount of PLN 671 thousand.

KOFOLA S.A.´s revenues from interest on loans granted to related parties for the first half of 2013 amounted to PLN 5 247 thousand.

The value of services purchased by KOFOLA S.A. from related companies in the first six months of 2013 amounted to PLN 996 thousand and consisted primarily of rental costs, financial reporting services and accounting and legal services.

Interest expense on debt purchased from related parties amounted in the first half of 2013 PLN 941 thousand.

Receivables from related companies	30.6.2013	31.12.2012	30.6.2012
- from consolidated subsidiaries	12 860	156	13 182
Total receivables from related companies	**12 860**	**156**	**13 182**

Liabilities to related companies	30.6.2013	31.12.2012	30.6.2012
- towards consolidated subsidiaries	36 796	34 384	33 490
Total liabilities to related companies	**36 796**	**34 384**	**33 490**

Remuneration paid to the members of the Board of Directors and Supervisory Board of KOFOLA S.A. in the first half of 2013 amounted to PLN 234 thousand (in the first half of 2012 amounted to PLN 117 thousand).

All transactions with related parties have been concluded on market terms.

LOANS TO RELATED PARTIES

Loans to related parties	30.6.2013	31.12.2012	30.6.2012
Long-term loans, including:			
Principal amount	129 596	127 221	133 368
Interest	37 806	31 775	36 861
Total	**167 402**	**158 996**	**170 229**

This item includes a loan (in CZK) granted to Kofola ČeskoSlovensko a.s. due in October 2036 as well as subordinated loans granted to Hoop Polska Sp. z o.o. in PLN due in April 2017 and a loan granted during the reporting period to Alofok Ltd amounting to PLN 96 thousand due in December 2014.

INVESTMENT IN SUBSIDIARIES AND ASSOCIATES

	Company name	Headquarters	Range of activity	Consolidation method	Direct or indirect % part in share capital	% part in voting rights	Net book value		
							30.6.2013	31.12.2012	30.6.2012
1.	Kofola ČeskoSlovensko a.s.	Czech Republic, Ostrava	holding	acquisition accounting	100.00%	100.00%	438 668	438 668	438 668
2.	Hoop Polska Sp. z o.o.	Poland, Kutno	production of non-alcoholic beverages	acquisition accounting	100.00%	100.00%	372 770	372 770	372 770
3.	OOO Megapack	Russia, Widnoje	sale and distribution of non-alcoholic and low-alcoholic beverages	equity accounting	50.00%	50.00%	55 899	55 899	55 899
4.	Pomorskie Centrum Dystrybucji HOOP Sp. z o.o.	Poland, Koszalin	wholesale of non-alcoholic and low alcoholic beverages, activity extinguished in 2011	acquisition accounting	100.00%	100.00%	-	-	-
5.	Alofok Ltd	Cyprus, Limassol	holding	acquisition accounting	100.00%	100.00%	8	-	-
6.	STEEL INVEST Sp. z o.o.	Poland, Kutno	does not conduct currently any business activity	acquisition accounting	100.00%	100.00%	-	-	-
	TOTAL						**867 345**	**867 337**	**867 337**

9.8 Contingent assets and liabilities

Entity providing guarantees	Entity receiving guarantees	Credit value on balance sheet day which were subject to guarantee		The period for which guarantees has been provided	The entity for which liabilities guarantees were provided	Type of relationship between the company and the entity committed to loan
		in currency	in PLN			
KOFOLA S.A.	Bank Millenium S.A.	16 000 T PLN	16 000	12/2020	Hoop Polska Sp. z o.o.	subsidiary
KOFOLA S.A.	Bank BPH S.A.	15 000 T PLN	15 000	12/2020	Hoop Polska Sp. z o.o.	subsidiary
KOFOLA S.A.	Bank Millenium S.A	- T PLN*	-*	12/2020	Hoop Polska Sp. z o.o.	subsidiary
KOFOLA S.A.	Bank BPH S.A.	26 T PLN	26	12/2020	Hoop Polska Sp. z o.o.	subsidiary
KOFOLA S.A.	Deutsche Leasing S.A.	1 071 T EUR	4 637	2/2014	Hoop Polska Sp. z o.o.	subsidiary
KOFOLA S.A.	Toyota Leasing S.A.	1 487 T PLN	1 487	6/2015	Hoop Polska Sp. z o.o.	subsidiary
KOFOLA S.A.	UAB Putoksnis	1 000 T EUR	4 329	1/2014	Hoop Polska Sp. z o.o.	subsidiary
Total guarantees issued		**PLN**	**41 479**	**thousand**		

* As at 30 June 2013 credit line was not used

On 22 April 2013, Hoop Polska sp. z o.o. entered into an Investment loan and overdraft agreements with Bank Millenium S.A. Warsaw and Bank BPH S.A. Krakow for the total amount of PLN 72 000 thousand comprising two investment loans of PLN 16 000 thousand each and two overdrafts of PLN 20 000 thousand each. The due date of all newly acquired loans was set on 22 April 2017. Guarantee being the collateral for the Loan Agreement has been granted by the KOFOLA S.A. to financing banks in the total amount of PLN 108 000 thousand and expires on either 31 December 2020 or upon repayment of all liabilities of Hoop Polska sp. z o.o. arising from the Loan Agreement, whichever of these dates occurs earlier.

9.9 Acquisition of a subsidiary

KOFOLA S.A. acquired 100% of shares in its subsidiary Alofok Ltd with its registered office in Limassol, Cyprus on 5 February 2013. The fair value of acquired assets amounted to PLN 8 thousand (EUR 2 thousand).

As at the balance sheet date and during year 2013 the company Alofok Ltd did not conduct any operation activities.

9.10 Subsequent events

CONTRIBUTION OF THE OOO MEGAPACK'S SHARES INTO ALOFOK LTD

Contribution of the OOO Magapack's shares held by the KOFOLA S.A. into Alofok Ltd, in which the KOFOLA S.A. holds 100% of the equity was registered by the Russian commercial register office as at 4 July 2013. Following this transaction fair value and carrying value of the KOFOLA S.A. shares in Alofok Ltd increased by the amount of PLN 58 876 thousand.

No other significant events have occurred after the balance sheet date.

SIGNATURES OF THE COMPANY'S REPRESENTATIVES:

26.8.2013	**Janis Samaras**	**Chairman of the Board of Directors**	…………………………….
date	*name and surname*	*position*	*signature*
26.8.2013	**Bartosz Marczuk**	**Member of the Board of Directors**	…………………………….
date	*name and surname*	*position*	*signature*
26.8.2013	**Martin Mateáš**	**Member of the Board of Directors**	…………………………….
date	*name and surname*	*position*	*signature*
26.8.2013	**René Musila**	**Member of the Board of Directors**	…………………………….
date	*name and surname*	*position*	*signature*
26.8.2013	**Tomáš Jendřejek**	**Member of the Board of Directors**	…………………………….
date	*name and surname*	*position*	*signature*
26.8.2013	**Daniel Buryš**	**Member of the Board of Directors**	…………………………….
date	*name and surname*	*position*	*signature*
26.8.2013	**Marián Šefčovič**	**Member of the Board of Directors**	…………………………….
date	*name and surname*	*position*	*signature*

SIGNATURE OF PERSON RESPONSIBLE FOR BOOKKEEPING:

26.8.2013	**Katarzyna Balcerowicz**	**Chief Accountant**	…………………………….
date	*name and surname*	*position*	*signature*

Document signed on the Polish original.